

Peninsula Primary School

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

Ministry Number:	1531
Principal:	Brenda Cronin
School Address:	Waipani Road, Auckland
School Postal Address:	22 Waipani Road, Waitakere 0610
School Phone:	09 834 6711
School Email:	brendac@peninsulaprimary.school.nz
Accountant / Service Provider:	School Finance Hub

Peninsula Primary School

Members of the Board of Trustees

For the year ended 31 December 2022

Name	Position	How Position Gained	Term Expired/Expires
Katy Perry	Presiding Member	Elected	2025
Brenda Cronin	Principal	Principal	
Alecia McCulloch	Member	Elected	2025
Chris Mundell	Member	Elected	2025
Louise Zame	Staff Representative	Elected	2025
Jilesh Mistry	Member	Co-opted	2025
Keryn Smale	Member	Elected	2025
Sara Tuitipou	Member	Elected	2025
Jaime Melville	Member	Co-opted	2025
Danielle Turner	Chairperson	Co-opted	June 2022
Ben Cox	Member	Elected	June 2022
Kon Hatalafale	Member	Elected	June 2022
Amanda Lake	Staff Representative	Elected	June 2022
Marc Peard	Member	Co-opted	June 2022

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Peninsula Primary School

Annual Report - For the year ended 31 December 2022

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Peninsula Primary 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.

Katy Perry
Full Name of Presiding Member

[Signature]
Signature of Presiding Member

Date: 29/5/23

Brenda Cronin
Full Name of Principal

[Signature]
Signature of Principal

Date: 29.5.23

Peninsula Primary School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Revenue				
Government Grants	2	4,484,051	3,818,665	4,205,648
Locally Raised Funds	3	111,450	59,600	69,514
Interest Income		9,835	3,600	4,681
Gain on Sale of Property, Plant and Equipment		6,917	-	-
Total Revenue		4,612,253	3,881,865	4,279,843
Expenses				
Locally Raised Funds	3	85,440	76,100	19,215
Learning Resources	4	3,073,747	2,458,234	2,915,566
Administration	5	236,948	226,410	199,693
Finance		2,370	1,500	1,815
Property	6	1,162,821	1,220,965	1,054,813
Loss on Disposal of Property, Plant and Equipment		-	-	6,640
Total Expenses		4,561,326	3,983,209	4,197,742
Net Surplus / (Deficit) for the year		50,927	(101,344)	82,101
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		50,927	(101,344)	82,101

The above Statement of Comprehensive Revenue and Expense should be read in conjunction with the accompanying notes which form part of these financial statements.

Peninsula Primary 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	1,238,427	1,238,431	1,156,326
Total comprehensive revenue and expense for the year	50,927	(101,344)	82,101
Contributions from the Ministry of Education			
Contribution - Furniture and Equipment Grant	15,343	-	-
Equity at 31 December	1,304,697	1,137,087	1,238,427

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.

Peninsula Primary 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	271,146	115,561	56,958
Accounts Receivable	8	237,713	257,700	190,880
GST Receivable		1,570	18,000	20,285
Prepayments		18,195	18,000	20,904
Investments	9	407,995	410,000	404,700
Funds Receivable for Capital Works Projects	16	-	-	109,619
		<u>936,619</u>	<u>819,261</u>	<u>803,346</u>
Current Liabilities				
Accounts Payable	11	255,231	230,358	221,899
Borrowings	12	9,389	9,389	9,389
Revenue Received in Advance	13	51,465	-	3,900
Provision for Cyclical Maintenance	14	5,571	8,358	8,307
Finance Lease Liability	15	20,466	17,050	15,605
Funds held for Capital Works Projects	16	54,131	52,000	8,315
		<u>396,253</u>	<u>317,155</u>	<u>267,415</u>
Working Capital Surplus/(Deficit)		540,366	502,106	535,931
Non-current Assets				
Property, Plant and Equipment	10	849,763	716,622	776,492
		<u>849,763</u>	<u>716,622</u>	<u>776,492</u>
Non-current Liabilities				
Borrowings	12	7,041	7,041	16,430
Provision for Cyclical Maintenance	14	57,798	61,800	47,838
Finance Lease Liability	15	20,593	12,800	9,728
		<u>85,432</u>	<u>81,641</u>	<u>73,996</u>
Net Assets		<u>1,304,697</u>	<u>1,137,087</u>	<u>1,238,427</u>
Equity		<u>1,304,697</u>	<u>1,137,087</u>	<u>1,238,427</u>

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

Peninsula Primary School

Statement of Cash Flows

For the year ended 31 December 2022

	Note	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Cash flows from Operating Activities				
Government Grants		1,081,528	938,355	1,038,193
Locally Raised Funds		142,979	55,200	69,905
Goods and Services Tax (net)		18,715	2,285	(19,414)
Payments to Employees		(582,070)	(556,046)	(546,808)
Payments to Suppliers		(441,570)	(487,587)	(416,719)
Interest Paid		(2,370)	(1,500)	(1,815)
Interest Received		8,213	3,264	4,675
Net cash from/(to) Operating Activities		225,425	(46,029)	128,017
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(154,994)	(38,500)	(123,869)
Purchase of Investments		(3,295)	(5,300)	(2,135)
Net cash from/(to) Investing Activities		(158,289)	(43,800)	(126,004)
Cash flows from Financing Activities				
Furniture and Equipment Grant		15,343	-	-
Finance Lease Payments		(14,337)	4,517	(9,881)
Loans Received		(9,389)	(9,389)	(9,388)
Funds Administered on Behalf of Third Parties		155,435	153,304	8,315
Net cash from/(to) Financing Activities		147,052	148,432	(10,954)
Net increase/(decrease) in cash and cash equivalents		214,188	58,603	(8,941)
Cash and cash equivalents at the beginning of the year	7	56,958	56,958	65,899
Cash and cash equivalents at the end of the year	7	271,146	115,561	56,958

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.

Peninsula Primary School

Notes to the Financial Statements

For the year ended 31 December 2022

1. Statement of Accounting Policies

a) Reporting Entity

Peninsula Primary 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.

b) 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 expense 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 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 14.

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.

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

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 15. If applicable, future operating lease commitments are disclosed in note 21b.

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

Other Ministry Grants for directly funded programs are recorded as revenue when the School has the rights to the funding in the period they relate to. 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 Crown and managed by the Ministry of Education on behalf of the Crown. Grants for the use of land and buildings 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 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 released to 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 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.

d) 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.

e) 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.

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

f) 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.

g) Accounts Receivable

Short-term receivables are recorded at the amount due, less an allowance for expected 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.

h) Inventories

Inventories are consumable items held for sale and comprised of stationery and school uniforms. They are stated at the lower of cost and net realisable value. Cost is determined on a first in, first out basis. Net realisable value is the estimated selling price in the ordinary course of activities less the estimated costs necessary to make the sale. Any write down from cost to net realisable value is recorded as an expense in the Statement of Comprehensive Revenue and Expense in the period of the write down.

i) 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.

j) 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 (funded by the Board) to buildings owned by the Crown or directly by the Board 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:

Buildings - School	40 years
Furniture and equipment	4-15 years
Information and communication technology	5-10 years
Leased assets held under a Finance Lease	3 years
Library resources	12.5% Diminishing value

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

k) 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. If such indication exists, the School estimates the assets's recoverable service amount. 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.

In determining fair value less costs to sell the school engages an independent valuer to assess market value based on the best available information. The valuation is based on the valuer's approach to determining market value.

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. 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.

l) 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.

m) 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, to 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 surplus or deficit in the period in which they arise.

n) Revenue Received in Advance

Revenue received in advance relates to fees received from FOS and MOE funds 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 the above revenue received in advance, should the School be unable to provide the services to which they relate.

o) Funds Held for Capital Works

The School directly receives funding from the Ministry of Education for capital works projects that are included in the School's five year capital works agreement. These funds are held on behalf and for a specified purpose, as such these transactions are not recorded in the Statement of Comprehensive Revenue and Expense.

The School holds sufficient funds to enable the funds to be used for their intended purpose at any time.

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

p) 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 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 7-10 year period, 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.

q) 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 initially recognised at fair value and subsequently measured at amortised cost, using the effective interest method.

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

r) 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.

s) 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.

t) Budget Figures

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

u) 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.

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

2. Government Grants

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Government Grants - Ministry of Education	1,074,825	996,665	1,039,302
Teachers' Salaries Grants	2,459,261	1,810,000	2,295,000
Use of Land and Buildings Grants	938,913	1,000,000	865,154
Other Government Grants	11,052	12,000	6,192
	<u>4,484,051</u>	<u>3,818,665</u>	<u>4,205,648</u>

The school has opted in to the donations scheme for this year. Total amount received was \$73,350. (2021: \$71,550)

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	56,271	8,500	20,022
Curriculum related Activities - Purchase of goods and services	55,179	43,600	49,408
Trading	-	500	84
Fundraising & Community Grants	-	7,000	-
	<u>111,450</u>	<u>59,600</u>	<u>69,514</u>
Expenses			
Extra Curricular Activities Costs	85,440	74,100	19,170
Trading	-	-	45
Fundraising and Community Grant Costs	-	2,000	-
	<u>85,440</u>	<u>76,100</u>	<u>19,215</u>
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	<u>26,010</u>	<u>(16,500)</u>	<u>50,299</u>

4. Learning Resources

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Curricular	55,456	68,314	42,442
Information and Communication Technology	39,899	36,850	36,429
Library Resources	2,091	2,200	1,840
Employee Benefits - Salaries	2,840,110	2,201,000	2,696,015
Staff Development	25,708	51,500	35,107
Depreciation	110,483	98,370	103,733
	<u>3,073,747</u>	<u>2,458,234</u>	<u>2,915,566</u>

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

5. Administration

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Audit Fee	7,468	7,000	6,754
Board Fees	4,756	5,000	5,658
Board Expenses	24,948	24,760	21,212
Communication	9,190	9,500	8,824
Consumables	8,570	22,500	8,255
Other	19,422	26,350	23,013
Employee Benefits - Salaries	142,743	116,500	107,270
Insurance	11,114	6,800	10,853
Service Providers, Contractors and Consultancy	8,737	8,000	7,854
	236,948	226,410	199,693

6. Property

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Caretaking and Cleaning Consumables	12,099	12,600	9,230
Consultancy and Contract Services	52,412	37,000	43,970
Cyclical Maintenance Provision	7,224	15,365	18,826
Grounds	483	23,000	2,767
Heat, Light and Water	27,894	23,500	22,877
Rates	123	250	123
Repairs and Maintenance	50,239	39,750	32,486
Use of Land and Buildings	938,913	1,000,000	865,154
Security	16,963	10,000	7,048
Employee Benefits - Salaries	56,471	59,500	52,332
	1,162,821	1,220,965	1,054,813

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.

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

7. Cash and Cash Equivalents

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Bank Accounts	271,146	115,561	56,958
Cash and cash equivalents for Statement of Cash Flows	271,146	115,561	56,958

Of the \$271,146 Cash and Cash Equivalents, \$54,131 is held by the School on behalf of the Ministry of Education. These funds have been provided by the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2023 on Crown owned school buildings.

8. Accounts Receivable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Receivables	1,520	3,000	2,500
Receivables from the Ministry of Education	-	60,000	-
Interest Receivable	2,786	1,500	1,164
Teacher Salaries Grant Receivable	233,407	193,200	187,216
	237,713	257,700	190,880
Receivables from Exchange Transactions	4,306	4,500	3,664
Receivables from Non-Exchange Transactions	233,407	253,200	187,216
	237,713	257,700	190,880

9. Investments

The School's investment activities are classified as follows:

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Asset			
Short-term Bank Deposits	407,995	410,000	404,700
Total Investments	407,995	410,000	404,700

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

10. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2022						
Buildings - School	162,183	47,983	-	-	(7,051)	203,115
Furniture and Equipment	453,097	125,657	(12,515)	-	(57,498)	508,741
Information and Communication Technology	120,243	13,539	(31,420)	-	(27,979)	74,383
Leased Assets	18,287	37,223	(289)	-	(14,673)	40,548
Library Resources	22,682	6,658	(3,082)	-	(3,282)	22,976
Balance at 31 December 2022	776,492	231,060	(47,306)	-	(110,483)	849,763

The net carrying value of furniture and equipment held under a finance lease is \$40,548 (2021: \$18,287)

Restrictions

There are no 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	2022	2022	2021	2021	2021
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings - School	312,617	(109,502)	203,115	264,634	(102,451)	162,183
Furniture and Equipment	1,437,050	(928,309)	508,741	1,336,780	(883,683)	453,097
Information and Communication Technology	458,646	(384,263)	74,383	478,898	(358,655)	120,243
Leased Assets	138,711	(98,163)	40,548	116,868	(98,581)	18,287
Library Resources	74,291	(51,315)	22,976	78,272	(55,590)	22,682
Balance at 31 December	2,421,315	(1,571,552)	849,763	2,275,452	(1,498,960)	776,492

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

11. Accounts Payable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Creditors	5,155	8,000	6,411
Accruals	7,468	7,000	6,754
Banking Staffing Overuse	-	8,358	10,310
Employee Entitlements - Salaries	235,271	199,500	193,114
Employee Entitlements - Leave Accrual	7,337	7,500	5,310
	<u>255,231</u>	<u>230,358</u>	<u>221,899</u>
Payables for Exchange Transactions	255,231	230,358	221,899
	<u>255,231</u>	<u>230,358</u>	<u>221,899</u>

The carrying value of payables approximates their fair value.

12. Borrowings

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Loans due in one year	9,389	9,389	9,389
Loans due after one year	7,041	7,041	16,430
	<u>16,430</u>	<u>16,430</u>	<u>25,819</u>

The school has borrowings at 31 December 2022 of \$16,430 (31 December 2021 \$25,819). This loan is from EECA for the purpose of installing energy efficient lighting. The loan is unsecured, interest is 0% per annum and the loan is payable with interest in equal instalments of \$2,347.15.

13. Revenue Received in Advance

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Grants in Advance - Ministry	17,012	-	-
Other	34,453	-	3,900
	<u>51,465</u>	<u>-</u>	<u>3,900</u>

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

14. Provision for Cyclical Maintenance

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Provision at the Start of the Year	56,145	56,145	93,630
Increase to the Provision During the Year	7,224	15,365	18,826
Use of the Provision During the Year	-	(1,352)	(56,311)
Provision at the End of the Year	<u>63,369</u>	<u>70,158</u>	<u>56,145</u>
Cyclical Maintenance - Current	5,571	8,358	8,307
Cyclical Maintenance - Non current	57,798	61,800	47,838
	<u>63,369</u>	<u>70,158</u>	<u>56,145</u>

The school's cyclical maintenance schedule details annual painting to be undertaken, the costs associated to this annual work will vary dependent on the requirements during the year. This plan is based on the schools 10 Year Property plan.

15. 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	22,850	19,434	16,714
Later than One Year and no Later than Five Years	21,996	14,203	10,135
Future Finance Charges	(3,787)	(3,787)	(1,516)
	<u>41,059</u>	<u>29,850</u>	<u>25,333</u>
Represented by			
Finance lease liability - Current	20,466	17,050	15,605
Finance lease liability - Non current	20,593	12,800	9,728
	<u>41,059</u>	<u>29,850</u>	<u>25,333</u>

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

16. 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. The amount of cash held on behalf of the Ministry for capital works project is included under cash and cash equivalents in note 7.

	2022	Opening Balances	Receipts / Receivable from MoE	Payments	Board Contributions	Closing Balances
		\$	\$	\$	\$	\$
SIP Pool Repairs		-	54,062	(54,062)	-	-
SIP Shade Structure		(94,330)	-	-	94,330	-
SIP Playground		8,315	-	-	(8,315)	-
MOE ILE Project		(12,389)	33,272	-	(20,883)	-
MOE Roofing Project		(1,500)	-	-	1,500	-
MOE Block 8 Project		(1,400)	-	-	1,400	-
MOE Boiler Project		-	78,021	(23,890)	-	54,131
Totals		(101,304)	165,355	(77,952)	68,032	54,131

Represented by:

Funds Held on Behalf of the Ministry of Education	54,131
	<u>54,131</u>

	2021	Opening Balances	Receipts / Receivable from MoE	Payments	Board Contributions	Closing Balances
		\$	\$	\$	\$	\$
SIP Pool Repairs		(15,362)	-	-	15,362	-
SIP Shade Structure		(94,330)	-	-	-	(94,330)
SIP Playground		-	153,000	(144,685)	-	8,315
MOE ILE Project		-	-	(12,389)	-	(12,389)
MOE Roofing Project		-	-	(1,500)	-	(1,500)
MOE Block 8 Project		-	-	(1,400)	-	(1,400)
Totals		(109,692)	153,000	(159,974)	15,362	(101,304)

Represented by:

Funds Held on Behalf of the Ministry of Education	8,315
Funds Receivable from the Ministry of Education	(109,619)
	<u>(101,304)</u>

17. Related Party Transactions

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

Related party disclosures have not been made for transactions with related parties that are within a normal supplier or client/recipient relationship on terms and conditions 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.

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

18. Remuneration

Key management personnel compensation

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

	2022 Actual \$	2021 Actual \$
<i>Board Members</i> Remuneration	4,756	5,658
<i>Leadership Team</i> Remuneration Full-time equivalent members	557,545 5	424,341 4
Total key management personnel remuneration	562,301	429,999

There are 8 members of the Board excluding the Principal. The Board had held 9 full meetings of the Board in the year. The Board also has Finance (1 member) and Property (2 members) that meet monthly and quarterly respectively. 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	160-170	140-150
Benefits and Other Emoluments	0-5	-
Termination Benefits	-	-

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
110-120	2.00	4.00
100-110	3.00	-
	5.00	4.00

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

19. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be board members, 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	-	-

Peninsula Primary School

Notes to the Financial Statements (cont'd)

For the year ended 31 December 2022

20. 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.

21. Commitments

(a) Capital Commitments

As at 31 December 2022 the Board has entered into contract agreements for capital works as follows:

Contract for Boiler Shed which will be fully funded by the Ministry of Education. \$78,021 has been received of which \$23,890 has been spent on the project to date.

(Capital commitments at 31 December 2021: Nil)

22. Financial Instruments

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

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Financial assets measured at amortised cost			
Cash and Cash Equivalents	271,146	115,561	56,958
Receivables	237,713	257,700	190,880
Investments - Term Deposits	407,995	410,000	404,700
Total Financial Assets Measured at Amortised Cost	<u>916,854</u>	<u>783,261</u>	<u>652,538</u>
Financial liabilities measured at amortised cost			
Payables	255,231	230,358	221,899
Borrowings - Loans	16,430	16,430	25,819
Finance Leases	41,059	29,850	25,333
Total Financial Liabilities Measured at Amortised Cost	<u>312,720</u>	<u>276,638</u>	<u>273,051</u>

23. Events After Balance Date

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

24. Comparatives

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