

# **TE UKU SCHOOL**

## **FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2017**

School Address:	3436 State Highway 23, Te Uku, Waikato
School Postal Address:	C/- Te Uku Store, Te Uku PDC, Te Uku 3266
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Ministry Number:	2024

# TE UKU SCHOOL

Financial Statements - For the year ended 31 December 2017

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# Te Uku School

## Statement of Responsibility

For the year ended 31 December 2017

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

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

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2017 fairly reflects the financial position and operations of the school.

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

Kristi Carol Daniel

Full Name of Board Chairperson

Kristi Carol Daniel

Signature of Board Chairperson

26/10/18

Date:

Philippa Ann Mears

Full Name of Principal

P. Mears

Signature of Principal

24/10/18

Date:

# Te Uku School

## Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2017

	Notes	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
<b>Revenue</b>				
Government Grants	2	1,230,603	1,228,835	1,165,326
Locally Raised Funds	3	61,781	41,420	66,955
Interest Earned		2,764	2,000	2,267
Gain on Sale of Property, Plant and Equipment		-	-	-
		1,295,148	1,272,255	1,234,548
<b>Expenses</b>				
Locally Raised Funds	3	36,227	28,200	48,007
Learning Resources	4	843,144	838,403	832,897
Administration	5	61,688	81,207	73,264
Finance		2,448	-	147
Property	6	318,330	298,445	240,809
Depreciation	7	40,658	26,000	33,687
Loss on Disposal of Property, Plant and Equipment		-	-	5,288
		1,302,495	1,272,255	1,234,099
<b>Net (Deficit)/Surplus for the year</b>		(7,347)	-	449
Other Comprehensive Revenue and Expenses		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		(7,347)	-	449

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



## Te Uku School

# Statement of Changes in Net Assets/Equity

For the year ended 31 December 2017

	Actual 2017 \$	Budget (Unaudited) 2017 \$	Actual 2016 \$
<b>Balance at 1 January</b>	446,850	446,849	446,401
Total comprehensive revenue and expense for the year	(7,347)	-	449
Capital Contributions from the Ministry of Education			
Contribution - Furniture and Equipment Grant	9,328	-	-
<b>Equity at 31 December</b>	448,831	446,849	446,850
Retained Earnings	448,831	446,849	446,850
Reserves	-	-	-
<b>Equity at 31 December</b>	448,831	446,849	446,850

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



**Te Uku School**  
**Statement of Financial Position**  
As at 31 December 2017

		2017	2017	2016
	Notes	Actual \$	Budget (Unaudited) \$	Actual \$
<b>Current Assets</b>				
Cash and Cash Equivalents	8	80,972	66,897	77,429
Accounts Receivable	9	45,009	45,000	44,654
GST Receivable		5,865	5,800	7,925
Prepayments		-	-	209
Inventories	10	2,484	2,400	672
Investments	11	72,291	72,000	70,000
		<hr/> 206,621	<hr/> 192,097	<hr/> 200,889
<b>Current Liabilities</b>				
GST Payable		-	-	-
Accounts Payable	13	59,629	59,230	66,030
Revenue Received in Advance	14	12,294	12,200	7,621
Finance Lease Liability - Current Portion	16	7,725	7,790	2,327
Funds held for Capital Works Projects	17	5,944	9,275	31,209
		<hr/> 85,592	<hr/> 88,495	<hr/> 107,187
<b>Working Capital Surplus/(Deficit)</b>		121,029	103,602	93,702
<b>Non-current Assets</b>				
Property, Plant and Equipment	12	365,955	365,957	370,484
		<hr/> 365,955	<hr/> 365,957	<hr/> 370,484
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	15	30,280	14,910	12,780
Finance Lease Liability	16	7,873	7,800	4,556
		<hr/> 38,153	<hr/> 22,710	<hr/> 17,336
<b>Net Assets</b>		<hr/> 448,831	<hr/> 446,849	<hr/> 446,850
<b>Equity</b>		<hr/> 448,831	<hr/> 446,849	<hr/> 446,850

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



## Te Uku School

# Statement of Cash Flows

For the year ended 31 December 2017

		2017	2017	2016
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
		\$	\$	\$
<b>Cash flows from Operating Activities</b>				
Government Grants		245,659	245,979	260,750
Locally Raised Funds		61,885	42,520	67,742
Goods and Services Tax (net)		2,059	-	(1,156)
Payments to Employees		(97,899)	(92,163)	(87,492)
Payments to Suppliers		(155,392)	(165,416)	(200,227)
Interest Paid		(2,448)	-	(147)
Interest Received		2,694	1,920	1,857
Net cash from / (to) the Operating Activities		56,558	32,840	41,327
<b>Cash flows from Investing Activities</b>				
Purchase of PPE (and Intangibles)		(32,365)	(41,907)	(43,793)
Purchase of Investments		(2,291)	(2,000)	(70,000)
Net cash from / (to) the Investing Activities		(34,656)	(43,907)	(113,793)
<b>Cash flows from Financing Activities</b>				
Furniture and Equipment Grant		9,328	-	
Finance Lease Payments		(2,422)	(8,740)	(567)
Funds Administered on Behalf of Third Parties		-	-	(8,786)
Funds Held for Capital Works Projects		(25,265)	9,275	
Net cash from Financing Activities		(18,359)	535	(9,353)
<b>Net increase/(decrease) in cash and cash equivalents</b>		3,543	(10,532)	(81,819)
Cash and cash equivalents at the beginning of the year	8	77,429	77,429	159,248
<b>Cash and cash equivalents at the end of the year</b>	8	80,972	66,897	77,429

The statement of cash flows records only those cash flows directly within the control of the School. This means centrally funded teachers' salaries and the use of land and buildings grant and expense have been excluded.

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





# Te Uku School

## Notes to the Financial Statements

### 1. Statement of Accounting Policies

For the year ended 31 December 2017

#### a) Reporting Entity

Kiwi Park School (the School) is a Crown entity as specified in the Crown Entities Act 2004 and a school as described in the Education Act 1989. The Board of Trustees (the Board) is of the view that the School is a public benefit entity for financial reporting purposes.

#### b) Basis of Preparation

##### **Reporting Period**

The financial reports have been prepared for the period 1 January 2017 to 31 December 2017 and in accordance with the requirements of the Public Finance Act 1989.

##### **Basis of Preparation**

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

##### **Financial Reporting Standards Applied**

The Education Act 1989 requires the School, as a Crown entity, to prepare financial statements in accordance with generally accepted accounting practice. The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand, applying Public Sector Public Benefit Entity (PBE) Standards Reduced Disclosure Regime as appropriate to public benefit entities that qualify for Tier 2 reporting. The school is considered a Public Benefit Entity as it meets the criteria specified as "having a primary objective to provide goods and/or services for community or social benefit and where any equity has been provided with a view to supporting that primary objective rather than for financial return to equity holders".

##### **PBE Accounting Standards Reduced Disclosure Regime**

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

##### **Measurement Base**

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

##### **Presentation Currency**

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

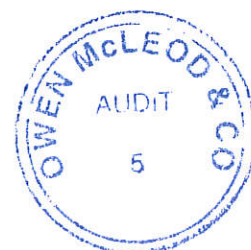
##### **Specific Accounting Policies**

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

##### **Critical Accounting Estimates And Assumptions**

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

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





#### *Useful lives of property, plant and equipment*

The School reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment as disclosed in the Significant Accounting Policies are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 12.

#### **Critical Judgements in applying accounting policies**

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

##### *Classification of leases*

The School reviews the details of lease agreements at the end of each reporting date. The School believes the classification of each lease as either operation or finance is appropriate and reflects the nature of the agreement in place. Finance leases are disclosed at note 16.

##### *Recognition of grants*

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

#### **c) Revenue Recognition**

##### **Government Grants**

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

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

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

Use of land and buildings grants are recorded as revenue in the period the School uses the land and buildings. These are not received in cash by the School as they equate to the deemed expense for using the land and buildings which are owned by the Crown.

##### **Other Grants**

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

##### **Donations, Gifts and Bequests**

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

##### **Interest Revenue**

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

#### **d) Use of Land and Buildings Expense**

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. The School's use of the land and buildings as occupant is based on a property occupancy document as gazetted by the Ministry. The expense is based on an assumed market rental yield on the value of land and buildings as used for rating purposes. This is a non-cash expense that is offset by a non-cash grant from the Ministry.



**e) Operating Lease Payments**

Payments made under operating leases are recognised in the Statement of Comprehensive Revenue and Expense on a straight line basis over the term of the lease.

**f) Finance Lease Payments**

Finance lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term on an effective interest basis.

**g) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, bank balances, deposits held at call with banks, and other short term highly liquid investments with original maturities of 90 days or less, and bank overdrafts. The carrying amount of cash and cash equivalents represent fair value.

**h) Accounts Receivable**

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

**i) Inventories**

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

**j) Investments**

Bank term deposits for periods exceeding 90 days are classified as investments and are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance. After initial recognition bank term deposits are measured at amortised cost using the effective interest method less impairment.

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

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

The School has met the requirements under Schedule 6 Section 28 of the Education Act 1989 in relation to the acquisition of investment securities.

**k) Property, Plant and Equipment**

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

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

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





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

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

#### **Leased Assets**

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

#### **Depreciation**

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

The estimated useful lives of the assets are:

Building improvements - Crown	40 years
Furniture and equipment	10–15 years
Information and communication technology	5 years
Leased assets held under a Finance Lease	3 years
Library resources	12.5% Diminishing value

#### **l) Impairment of property, plant, and equipment and intangible assets**

The school does not hold any cash generating assets. Assets are considered cash generating where their primary objective is to generate a commercial return.

##### *Non cash generating assets*

Property, plant, and equipment and intangible assets held at cost that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

Value in use is determined using an approach based on either a depreciated replacement cost approach, restoration cost approach, or a service units approach. The most appropriate approach used to measure value in use depends on the nature of the impairment and availability of information.

If an asset's carrying amount exceeds its recoverable service amount, the asset is regarded as impaired and the carrying amount is written down to the recoverable amount. The total impairment loss is recognised in the surplus or deficit.

The reversal of an impairment loss is recognised in the surplus or deficit.

#### **m) Accounts Payable**

Accounts Payable represents liabilities for goods and services provided to the School prior to the end of the financial year which are unpaid. Accounts Payable are recorded at the amount of cash required to settle those liabilities. The amounts are unsecured and are usually paid within 30 days of recognition.

#### **n) Employee Entitlements**

##### *Short-term employee entitlements*

Employee benefits that are due to be settled within 12 months after the end of the period in which the employee renders the related service are measured based on accrued entitlements at current rates of pay.

These include salaries and wages accrued up to balance date, annual leave earned to but not yet taken at balance date.



**o) 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.

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

**q) Financial Assets and Liabilities**

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

Investments that are shares are categorised as "available for sale" for accounting purposes in accordance with financial reporting standards.

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

**r) 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.

**s) Budget Figures**

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

**t) Services received in-kind**

From time to time the School receives services in-kind, including the time of volunteers. The School has elected not to recognise services received in kind in the Statement of Comprehensive Revenue and Expense.



## 2. Government Grants

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Operational grants	224,997	246,000	245,040
Teachers' salaries grants	726,417	745,150	725,087
Use of Land and Buildings grants	237,685	237,685	178,934
Other MoE Grants	41,504	-	16,265
	<u>1,230,603</u>	<u>1,228,835</u>	<u>1,165,326</u>

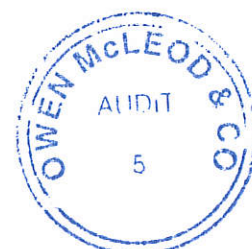
## 3. Locally Raised Funds

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

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
<b>Revenue</b>			
Donations	21,262	7,000	11,287
Fundraising	5,361	500	5,142
Other revenue	-	-	1,746
Trading	5,483	5,920	8,718
Activities	22,086	20,000	38,858
Curriculum Recoveries	7,589	8,000	1,204
	<u>61,781</u>	<u>41,420</u>	<u>66,955</u>
<b>Expenses</b>			
Activities	32,119	24,200	34,728
Trading	4,108	4,000	8,942
Fundraising (costs of raising funds)	-	-	4,337
	<u>36,227</u>	<u>28,200</u>	<u>48,007</u>
<i>Surplus for the year Locally raised funds</i>	<u>25,554</u>	<u>13,220</u>	<u>18,948</u>

## 4. Learning Resources

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Curricular	10,456	12,617	16,024
Information and communication technology	10,493	-	15,184
Extra-curricular activities	2,744	6,000	5,031
Library resources	686	2,000	317
Employee benefits - salaries	803,455	801,286	772,467
Staff development	15,310	16,500	23,874
	<u>843,144</u>	<u>838,403</u>	<u>832,897</u>





## 5. Administration

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Audit Fee	3,100	3,000	3,000
Board of Trustees Fees	2,705	3,650	2,725
Board of Trustees Expenses	837	1,670	2,262
Communication	2,142	2,500	2,156
Consumables	1,569	2,100	2,127
Operating Lease	(218)	7,400	8,779
Other	10,974	25,160	10,539
Employee Benefits - Salaries	30,750	28,777	32,544
Insurance	3,079	2,700	2,682
Service Providers, Contractors and Consultancy	6,750	4,250	6,450
	<u>61,688</u>	<u>81,207</u>	<u>73,264</u>

## 6. Property

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Caretaking and Cleaning Consumables	2,303	2,300	2,538
Consultancy and Contract Services	20,228	23,200	18,623
Cyclical Maintenance Expense	17,500	4,200	2,130
Grounds	10,948	5,700	6,492
Heat, Light and Water	18,037	15,000	17,863
Repairs and Maintenance	3,487	1,000	4,870
Use of Land and Buildings	237,685	237,685	178,934
Employee Benefits - Salaries	8,142	9,360	9,359
	<u>318,330</u>	<u>298,445</u>	<u>240,809</u>

The use of land and buildings figure represents 8% of the school's total property value. This is used as a 'proxy' for the market rental of the property. Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

## 7. Depreciation

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Building Improvements	6,148	6,140	6,247
Furniture and Equipment	17,643	8,660	15,124
Information and Communication Technology	11,858	7,000	9,891
Leased Assets	3,389	3,000	899
Library Resources	1,620	1,200	1,526
	<u>40,658</u>	<u>26,000</u>	<u>33,687</u>

## 8. Cash and Cash Equivalents

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Cash on Hand	300	300	300
Bank Current Account	70,126	56,097	70,792
Bank Call Account	10,546	10,500	6,337
Cash equivalents and bank overdraft for Cash Flow Statement	<u>80,972</u>	<u>66,897</u>	<u>77,429</u>



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

Of the **\$80,972** Cash and Cash Equivalents, **\$4,699** is held by the School on behalf of the Ministry of Education for various capital works and Five Year Property Plan projects and \$5,944 of unspent grant funding is held by the school which is subject to restrictions which specifies how the grant is required to be spent.

## 9. Accounts Receivable

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Receivables	-	-	664
Receivables from the Ministry of Education	5,302	5,300	-
Interest Receivable	480	480	410
Teacher Salaries Grant Receivable	39,227	39,220	43,580
	<u>45,009</u>	<u>45,000</u>	<u>44,654</u>
Receivables from Exchange Transactions	480	480	1,074
Receivables from Non-Exchange Transactions	44,529	44,520	43,580
	<u>45,009</u>	<u>45,000</u>	<u>44,654</u>

## 10. Inventories

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Stationery	2,484	2,400	672
	<u>2,484</u>	<u>2,400</u>	<u>672</u>

## 11. Investments

The School's investment activities are classified as follows:

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Current Asset			
Short-term Bank Deposits	72,291	72,000	70,000

## 12. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
<b>2017</b>						
Building Improvements	213,294				(6,148)	207,146
Furniture and Equipment	120,970	18,626			(17,643)	121,953
Information and Communication	18,987	11,690			(11,858)	18,819
Leased Assets	6,551	3,532			(3,389)	6,694
Library Resources	10,682	2,379	(98)		(1,620)	11,343
<b>Balance at 31 December 2017</b>	<u>370,484</u>	<u>36,227</u>	<u>(98)</u>	<u>-</u>	<u>(40,658)</u>	<u>365,955</u>



	Cost or Valuation	Accumulated Depreciation	Net Book Value
2017	\$	\$	\$
Land	-	-	-
Buildings	-	-	-
Building Improvements	253,783	(46,637)	207,146
Furniture and Equipment	216,720	(94,767)	121,953
Information and Communication	74,293	(55,474)	18,819
Leased Assets	10,982	(4,288)	6,694
Library Resources	38,536	(27,193)	11,343
<b>Balance at 31 December 2017</b>	<b>594,314</b>	<b>(228,359)</b>	<b>365,955</b>

The net carrying value of equipment held under a finance lease is **\$6,694 (2016: \$6551)**

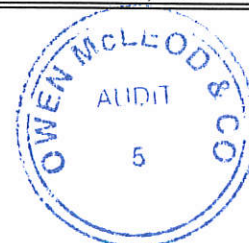
	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2016	\$	\$	\$	\$	\$	\$
Building Improvements	219,541				(6,247)	213,294
Furniture and Equipment	93,760	45,223	(2,889)		(15,124)	120,970
Information and Communication Technology	24,053	4,825			(9,891)	18,987
Leased Assets		7,450			(899)	6,551
Library Resources	12,965	1,642	(2,399)		(1,526)	10,682
<b>Balance at 31 December 2016</b>	<b>350,319</b>	<b>59,140</b>	<b>(5,288)</b>	<b>-</b>	<b>(33,687)</b>	<b>370,484</b>

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2016	\$	\$	\$
Building Improvements	253,783	(40,489)	213,294
Furniture and Equipment	198,094	(77,124)	120,970
Information and Communication Technology	62,603	(43,616)	18,987
Leased Assets	7,450	(899)	6,551
Library Resources	36,157	(25,475)	10,682
<b>Balance at 31 December 2016</b>	<b>558,087</b>	<b>(187,603)</b>	<b>370,484</b>

### 13. Accounts Payable

	2017 Actual	2017 Budget (Unaudited)	2016 Actual
	\$	\$	\$
Operating creditors	9,209	9,200	11,985
Accruals	6,095	6,000	5,980
Banking staffing overuse	2,860	2,800	1,548
Employee Entitlements - salaries	39,227	39,000	43,580
Employee Entitlements - leave accrual	2,238	2,230	2,937
	<b>59,629</b>	<b>59,230</b>	<b>66,030</b>
Payables for Exchange Transactions	59,629	59,230	66,030
	<b>59,629</b>	<b>59,230</b>	<b>66,030</b>

The carrying value of payables approximates their fair value.



#### 14. Revenue Received in Advance

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Grants in Advance - Ministry of Education	9,652	9,600	4,418
Other	2,643	2,600	3,203
	<u>12,295</u>	<u>12,200</u>	<u>7,621</u>

#### 15. Provision for Cyclical Maintenance

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Provision at the Start of the Year	12,780	12,780	8,520
Increase to the Provision During the Year	4,210	2,130	2,130
Adjustment to the Provision	13,290	-	-
Provision at the End of the Year	<u>30,280</u>	<u>14,910</u>	<u>10,650</u>
Cyclical Maintenance - Term	30,280	14,910	12,780
	<u>30,280</u>	<u>14,910</u>	<u>12,780</u>

#### 16. Finance Lease Liability

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

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
No Later than One Year	7,725	8,670	2,327
Later than One Year and no Later than Five Years	7,873	6,920	4,556
Later than Five Years			-
	<u>15,598</u>	<u>15,590</u>	<u>6,883</u>

#### 17. 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:

	2017	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contribution/ (Write-off to R&M)	Closing Balances \$
Fencing Project	<i>completed</i>	(4,061)	6,201	2,173	33	-
Pool Upgrade	<i>completed</i>	(2,742)	1,951		791	-
MLE Project	<i>in progress</i>	34,185	-	28,241	-	5,944
Sewerage System Repairs	<i>in progress</i>	3,827	4,007	9,079	-	(1,245)
Totals		<u>31,209</u>	<u>12,159</u>	<u>39,493</u>	<u>824</u>	<u>4,699</u>

#### Represented by:

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

5,944  
1,245

4,699





					BOT Contribution/ (Write-off to R&M)	
	2016	Opening Balances \$	Receipts from MoE \$	Payments \$		Closing Balances \$
Fencing Project	<i>in progress</i>		20,932	24,993	-	(4,061)
Pool Upgrade	<i>in progress</i>			2,742	-	(2,742)
MLE Project	<i>in progress</i>	39,995	466,874	472,684	-	34,185
Sewerage System Repairs	<i>in progress</i>		8,468	4,640		3,827
Totals		39,995	496,274	505,059	-	31,209

## 18. Related Party Transactions

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

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

## 19. Remuneration

### Key management personnel compensation

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

	2017 Actual \$	2016 Actual \$
<i>Board Members</i>		
Remuneration	2,705	2,725
Full-time equivalent members	0.12	0.12
<i>Leadership Team</i>		
Remuneration	383,646	390,841
Full-time equivalent members	4.00	4.00
Total key management personnel remuneration	386,351	393,566
Total full-time equivalent personnel	4.12	4.12

The full time equivalent for Board members has been determined based on attendance at Board meetings, Committee meetings and for other obligations of the Board, such as stand downs and suspensions, plus the estimated time for Board members to prepare for meetings.

### Principal

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

	2017 Actual \$000	2016 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	120-130	120-130
Benefits and Other Emoluments	10-15	10 -15
Termination Benefits	-	-





## 20. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be trustees, committee member, or employees during the financial year in relation to that cessation and number of persons to whom all or part of that total was payable was as follows:

	2017 Actual	2016 Actual
Total	\$0	\$0
Number of People	0	0

## 21. Contingencies

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

## 22. Commitments

### (a) Capital Commitments

As at 31 December 2017 the Board has entered into contract agreements for capital works as follows:

- (a) \$529,000 contract for MLE was completed in 2017 and was approved by the Ministry. \$506,869 has been received and \$500,925 has been spent on the project to date; and
- (b) \$9,409 contract for remedial sewerage work as agent for the Ministry of Education. To date \$12,475 has been received and \$13,719 has been spent on the project.

(Capital commitments at 31 December 2016: \$496,274)

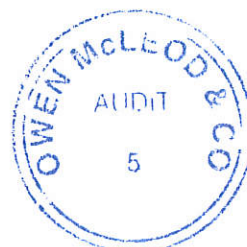
### (b) Operating Commitments

As at 31 December 2017 the Board has no operating commitments

	2017 Actual \$	2016 Actual \$
No later than One Year	-	126
Later than One Year and No Later than Five Years	-	-
	-	126

## 23. Managing Capital

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



## 24. Financial Instruments

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

### Cash and receivables

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Cash and Cash Equivalents	80,972	66,897	77,429
Receivables	45,009	45,000	44,654
Investments - Term Deposits	72,291	72,000	70,000
Total Cash and Receivables	198,272	183,897	192,083

### Financial liabilities measured at amortised cost

Payables	59,629	59,230	66,030
Borrowings - Loans	-	-	-
Finance Leases	15,598	15,590	6,883
Painting Contract Liability	-	-	-
Total Financial Liabilities Measured at Amortised Cost	75,227	74,820	72,913

## 25. Events After Balance Date

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

## 26. Breach of Law

The Board of trustees did not comply with Section 87A (1) of the Education Act 1989 in that it did not submit its annual financial statements for audit by 31 March 2018.



**School Name: Te Uku School**

**Members of the Board of Trustees**

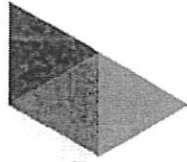
**For the year 1 January to 31 December 2017**

<b>Member Name</b>	<b>Position</b>	<b>How position on Board gained (e.g. Elected/Co-opted)</b>	<b>Occupation</b>	<b>Term expired/expires</b>
Brenda Carter	Parent Rep	Elected	Accountant	2019
Kristi Daniel	Parent Rep	Selected May '17	Nurse	2019
Sven Ladewig	Parent Rep	Elected	Sound/Lighting Manager	Resigned Feb 2018
Katherine Parrott	Parent Rep	Elected	Business Owner	2019
Angela Thompson	Parent Rep	Elected		2019
Bernard Butler	Staff Rep	Elected		2019
Rachel Allan	Principal			

**Kiwisport**

Kiwisport is a Government funding initiative to support students' participation in organised sport. In 2017, the school received total Kiwisport funding of **\$1,833.59** (excluding GST). The funding was spent on purchasing sports equipment (2016: \$2163 excluding GST).

## Analysis of Variance Reporting



School Name:	Te Uku School	School Number:	2024
Strategic Aim:	Achieving success for all		
Annual Aim:	Developing a growth mindset to improve student writing.		
Target:	To develop a range of sustainable practices and shared language to reinforce a growth mindset towards teaching and learning to improve student learning outcomes in writing.		
Baseline Data:	In 2014, 2015 and 2016, writing results consistently show 22% of our students are achieving below/well below the national standards.		