

TRENTHAM SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021



School Address:	2 Moonshine Road, Trentham
Principal	Cris Hull
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Ministry Number:	2099
Accountant/Service Provider:	Accounting for Schools Limited

TRENTHAM SCHOOL

Annual Report - For the year ended 31 December 2021

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TRENTHAM SCHOOL

Statement of Responsibility

For the year ended 31 December 2021

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

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

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

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

Full Name of Presiding Member

Full Name of Principal

Signature of Presiding Member

Signature of Principal

Date:

Date:

TRENTHAM SCHOOL

Statement of Comprehensive Revenue and Expense For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue				
Government Grants	2	3,150,601	3,121,191	3,373,102
Locally Raised Funds	3	63,589	47,600	71,083
Interest Earned		1,517	6,000	5,479
Change in Share Value		-	-	1,217
		3,215,707	3,174,791	3,450,881
Expenses				
Locally Raised Funds	3	8,448	400	15,117
Learning Resources	4	2,352,038	2,410,030	2,430,555
Administration	5	135,199	137,746	130,105
Finance Costs		2,576	1,000	1,175
Change in Share Value		562	-	-
Property	6	526,621	560,410	654,178
Depreciation	11	101,347	100,000	103,420
		3,134,007	3,209,586	3,334,550
Net Surplus / (Deficit)		81,700	(34,795)	116,331
Other Comprehensive Revenue and Expenses		-	-	-
Total Comprehensive Revenue and Expense for the Year		81,700	(34,795)	116,331

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

TRENTHAM SCHOOL

Statement of Changes in Net Assets/Equity For the year ended 31 December 2021

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Balance at 1 January	1,646,975	1,646,975	1,525,549
Total comprehensive revenue and expense for the year	81,700	(34,795)	116,331
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant	1,875	-	5,095
Equity at 31 December	1,730,550	1,612,180	1,646,975
Retained Earnings	1,730,550	1,612,180	1,646,975
Equity at 31 December	1,730,550	1,612,180	1,646,975

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.

TRENTHAM SCHOOL
Statement of Financial Position
As at 31 December 2021

		2021	2021	2020
	Notes	Actual	Budget (Unaudited)	Actual
		\$	\$	\$
Current Assets				
Cash and Cash Equivalents	7	588,420	587,978	1,020,770
Accounts Receivable	8	161,898	150,000	160,679
GST Receivable		5,937	5,000	37,531
Inventories	9	457	500	626
Investments	10	123,327	118,700	122,897
Prepayments		12,940	4,000	11,584
Funds held for Capital Works Projects	16	144,807	277,502	15,927
		<u>1,037,786</u>	<u>1,143,680</u>	<u>1,370,014</u>
Current Liabilities				
Accounts Payable	12	186,742	200,000	449,024
Finance Lease Liability	15	7,744	10,000	9,228
Revenue Received in Advance	13	2,642	2,000	5,160
Provision for Cyclical Maintenance	14	-	7,500	7,500
		<u>197,128</u>	<u>219,500</u>	<u>470,912</u>
Working Capital Surplus/(Deficit)		840,658	924,180	899,102
Non-current Assets				
Property, Plant and Equipment	11	933,723	727,500	776,896
		<u>933,723</u>	<u>727,500</u>	<u>776,896</u>
Non-current Liabilities				
Finance Lease Liability	15	9,273	10,000	2,523
Provision for Cyclical Maintenance	14	34,558	29,500	26,500
		<u>43,831</u>	<u>39,500</u>	<u>29,023</u>
Net Assets		<u><u>1,730,550</u></u>	<u><u>1,612,180</u></u>	<u><u>1,646,975</u></u>
Equity		<u><u>1,730,550</u></u>	<u><u>1,612,180</u></u>	<u><u>1,646,975</u></u>

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

TRENTHAM SCHOOL
Statement of Cash Flows
For the year ended 31 December 2021

		2021	2021	2020
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
Cash flows from Operating Activities				
Government Grants		891,237	867,914	964,794
Locally Raised Funds		66,750	49,382	72,962
Goods and Services Tax (net)		31,593	32,532	(19,334)
Payments to Employees		(478,479)	(529,775)	(554,236)
Payments to Suppliers		(554,240)	(307,291)	(257,763)
Interest Paid		(2,572)	(1,000)	(1,175)
Interest Received		1,483	6,006	8,309
Net cash from / (to) the Operating Activities		(44,228)	117,768	213,557
Cash flows from Investing Activities				
Purchase of PPE (and Intangibles)		(249,294)	(50,604)	(66,425)
Proceeds from Sale of Investments		(992)	2,952	62,473
Net cash from / (to) the Investing Activities		(257,502)	(47,652)	(3,952)
Cash flows from Financing Activities				
Furniture and Equipment Grant		1,875	-	5,095
Finance Lease Payments		(3,615)	8,249	(14,679)
Capital Contributions for Capital Works		-	-	-
Funds on behalf of Third Parties		(128,880)	(511,157)	191,544
Net cash from Financing Activities		(130,620)	(502,908)	181,960
Net increase/(decrease) in cash and cash equivalents		(432,350)	(432,792)	391,565
Cash and cash equivalents at the beginning of the year	7	1,020,770	1,020,770	629,205
Cash and cash equivalents at the end of the year	7	588,420	587,978	1,020,770

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 which form part of these financial statements.

TRENTHAM SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

a) Reporting Entity

Trentham 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 2021 to 31 December 2021 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

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

Measurement Base

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

Presentation Currency

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

Specific Accounting Policies

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

TRENTHAM SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

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 11.

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 long term maintenance plan which is prepared as part of its 10 Year Property Planning process. During the year, the Board assesses the reasonableness of its 10 Year Property Plan on which the provision is based. Cyclical maintenance is disclosed at note 14.

Critical Judgements in applying accounting policies

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

Classification of leases

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

Recognition of grants

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

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.

TRENTHAM SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

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

Short-term receivables are recorded at the amount due, less an allowance for credit losses (uncollectable debts). The schools receivables are largely made up of funding from the Ministry of Education, therefore the level of uncollectable debts is not considered to be material. However, short-term receivables are written off when there is no reasonable expectation of recovery.

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 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.

TRENTHAM SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

k) Property, Plant and Equipment

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

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

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

Property, plant and equipment acquired with individual values under \$500 are not capitalised, they are recognised as an expense in the Statement of Comprehensive Revenue and Expense.

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

Leased Assets

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 & Grounds	10 - 50 years
Furniture and equipment	5 - 15 years
Information Technology	3 - 5 years
Leased Assets	Term of Lease
Library resources	12.5% Diminishing value
Plant & Other Equipment	5 - 10 years

TRENTHAM SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

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, and also annual leave earned, by non teaching staff, to but not yet taken at balance date.

o) Revenue Received in Advance

Revenue received in advance relates to fees received from students where there are unfulfilled obligations for the School to provide services in the future. The fees are recorded as revenue as the obligations are fulfilled and the fees earned.

The School holds sufficient funds to enable the refund of unearned fees in relation to international students, should the School be unable to provide the services to which they relate.

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).

TRENTHAM SCHOOL

Notes to the Financial Statements For the year ended 31 December 2021

1. Statement of Accounting Policies

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 categorised as 'financial assets measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

Investments that are shares are categorised as 'financial assets at fair value through other comprehensive revenue and expense' for accounting purposes in accordance with financial reporting standards.

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

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.

TRENTHAM SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2021

2. Government Grants

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Operational Grants	742,585	665,991	756,459
Other Government Grants	-	-	2,886
Other MoE Grants	166,679	205,200	202,172
Teachers' Salaries Grants	1,926,077	1,900,000	1,947,763
Use of Land and Buildings grants	315,260	350,000	463,822
	<u>3,150,601</u>	<u>3,121,191</u>	<u>3,373,102</u>

Other MOE Grants total includes additional COVID-19 funding totalling \$1,614 for the year ended 31 December 2021 (2020: \$33,339).

The school has opted in to the donations scheme for this year. Total amount received was \$62,700 (2020: \$65,700).

3. Locally Raised Funds

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue			
Fees for Extra Curricular Activities	3,159	700	4,058
Fundraising & Community Grants	31,066	20,100	38,730
Grant - McCarthy	-	4,000	4,000
Other Revenue	12,740	3,000	13,922
Trading	16,624	19,800	10,373
	<u>63,589</u>	<u>47,600</u>	<u>71,083</u>
Expenses			
Extra Curricular Activities Costs	5,684	400	7,503
Fundraising & Community Grant Costs	2,764	-	7,614
	<u>8,448</u>	<u>400</u>	<u>15,117</u>
<i>Surplus for the year Locally raised funds</i>	<u>55,141</u>	<u>47,200</u>	<u>55,966</u>

4. Learning Resources

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Curricular	52,485	75,200	37,867
Employee Benefits - Salaries	2,253,020	2,279,880	2,347,044
Information and Communication Technology	21,441	26,950	21,861
Library Resources	6,483	3,500	3,053
Staff Development	18,609	24,500	20,730
	<u>2,352,038</u>	<u>2,410,030</u>	<u>2,430,555</u>

TRENTHAM SCHOOL
Notes to the Financial Statements
For the year ended 31 December 2021

5. Administration

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited) \$	\$
Audit Fee	6,068	5,500	5,367
Board of Trustees Expenses	8,334	5,750	3,644
Board of Trustees Fees	5,360	4,600	3,570
Communication	2,996	3,600	3,544
Consumables	10,963	11,220	10,265
Employee Benefits - Salaries	59,787	60,156	60,253
Insurance	10,802	12,400	10,797
Other	22,426	24,370	23,970
Service Providers, Contractors and Consultancy	8,463	10,150	8,695
	<u>135,199</u>	<u>137,746</u>	<u>130,105</u>

6. Property

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited) \$	\$
Caretaking and Cleaning Consumables	8,869	10,000	13,055
Consultancy and Contract Services	15,409	-	-
Cyclical Maintenance Provision	558	10,500	(9,500)
Employee Benefits - Salaries	93,434	87,410	97,633
Grounds	8,789	10,800	9,988
Heat, Light and Water	39,276	38,000	34,456
Pool Expenses	4,163	4,200	5,958
Rates	2,810	6,500	4,342
Repairs and Maintenance	30,435	33,200	29,277
Security	7,618	9,800	5,147
Use of Land and Buildings	315,260	350,000	463,822
	<u>526,621</u>	<u>560,410</u>	<u>654,178</u>

In 2021, the Ministry of Education revised the notional rent rate from 8% to 5% to align it with the Government Capital Charge rate. This is considered to be a reasonable proxy for the market rental yield on the value of land and buildings used by schools. Accordingly in 2021, the use of land and buildings figure represents 5% of the school's total property value. Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

7. Cash and Cash Equivalents

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited) \$	\$
Cash on Hand	521	100	221
Bank Current Account	552,163	587,678	984,888
Bank Call Account	35,736	200	35,661
Net cash and cash equivalents and bank overdraft for Cash Flow Statement	<u>588,420</u>	<u>587,978</u>	<u>1,020,770</u>

The carrying value of short-term deposits with original maturity dates of 90 days or less approximates their fair value. Of the \$588,420 Cash and Cash Equivalents, \$24,000 is held by the School on behalf of the Ministry of Education. These funds have been provided for 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 2022 on Crown owned school buildings.

TRENTHAM SCHOOL
Notes to the Financial Statements
For the year ended 31 December 2021

8. Accounts Receivable

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Receivables	2,818	4,800	5,220
Receivables from the Ministry of Education	14,750	-	-
Interest Receivable	240	200	206
Teacher Salaries Grant Receivable	144,090	145,000	155,253
	<u>161,898</u>	<u>150,000</u>	<u>160,679</u>
Receivables from Exchange Transactions	3,058	5,000	5,426
Receivables from Non-Exchange Transactions	158,840	145,000	155,253
	<u>161,898</u>	<u>150,000</u>	<u>160,679</u>

9. Inventories

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Stationery	457	500	626

10. Investments

The School's investment activities are classified as follows:

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Current Asset			
Short-term Bank Deposits	113,944	110,000	112,952
Shares in Listed Company	9,383	8,700	9,945
	<u>123,327</u>	<u>118,700</u>	<u>122,897</u>

At year end the School holds 2,340 share in Vector Limited at a market value of \$9,383 (\$4.01 each).

TRENTHAM SCHOOL

Notes to the Financial Statements For the year ended 31 December 2021

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2021	\$	\$	\$	\$	\$	\$
Buildings	525,899	218,770	-	-	(44,916)	699,753
Furniture and Equipment	168,270	22,475	-	-	(27,704)	163,041
Information Technology	26,938	8,313	-	-	(11,823)	23,428
Leased Assets	13,239	15,135	-	-	(11,692)	16,682
Library	11,914	696	(7,216)	-	(1,613)	3,781
Pool	30,636	-	-	-	(3,599)	27,037
Balance at 31 December 2021	776,896	265,389	(7,216)	-	(101,347)	933,722

	2021	2021	2021	2020	2020	2020
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	984,675	(284,922)	699,753	765,906	(240,007)	525,899
Furniture and Equipment	414,910	(251,867)	163,041	392,433	(224,163)	168,270
Information Technology	213,823	(190,395)	23,428	205,510	(178,572)	26,938
Leased Assets	55,395	(38,713)	16,682	46,513	(33,274)	13,239
Library	7,521	(3,739)	3,782	64,240	(52,326)	11,914
Pool	73,120	(46,083)	27,037	73,120	(42,484)	30,636
Balance at 31 December	1,749,444	(815,719)	933,723	1,547,722	(770,826)	776,896

The net carrying value of equipment held under a finance lease is \$16,682 (2020: \$13,239).

12. Accounts Payable

	2021	2021	2020
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	27,127	44,000	280,575
Accruals	4,511	4,000	3,867
Employee Entitlements - salaries	144,090	145,000	155,253
Employee Entitlements - leave accrual	11,014	7,000	9,329
	186,742	200,000	449,024
Payables for Exchange Transactions	186,742	200,000	449,024
	186,742	200,000	449,024

The carrying value of payables approximates their fair value.

TRENTHAM SCHOOL
Notes to the Financial Statements
For the year ended 31 December 2021

13. Revenue Received in Advance

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Grants in Advance - Ministry of Education	-	-	3,277
Activities Income in Advance	2,642	2,000	1,883
	<u>2,642</u>	<u>2,000</u>	<u>5,160</u>

14. Provision for Cyclical Maintenance

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Provision at the Start of the Year	34,000	43,500	43,500
Increase to the Provision During the Year	10,500	(6,500)	10,500
Use of the Provision During the Year	(9,942)	-	(20,000)
Provision at the End of the Year	<u>34,558</u>	<u>37,000</u>	<u>34,000</u>
Cyclical Maintenance - Current	-	7,500	7,500
Cyclical Maintenance - Term	34,558	29,500	26,500
	<u>34,558</u>	<u>37,000</u>	<u>34,000</u>

15. Finance Lease Liability

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
No Later than One Year	8,886	11,100	10,428
Later than One Year and no Later than Five Years	9,936	10,650	3,473
Future Finance Charges	(1,805)	(1,750)	(2,150)
	<u>17,017</u>	<u>20,000</u>	<u>11,751</u>
Represented by			
Finance lease liability - Current	7,744	10,000	9,228
Finance lease liability - Term	9,273	10,000	2,523
	<u>17,017</u>	<u>20,000</u>	<u>11,751</u>

TRENTHAM SCHOOL

Notes to the Financial Statements For the year ended 31 December 2021

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:

2021		Opening Balances	Receipts from MoE	Payments	BOT Contribution/ (Write-off to R&M)	Closing Balances
		\$	\$	\$	\$	\$
Outdoor Covered Area	<i>In progress</i>	(8,500)	-	(210,270)	218,770	-
Boiler Chimney	<i>In progress</i>	-	24,000	-	-	24,000
Classroom ILE/Roofing	<i>In progress</i>	(7,427)	250,000	(411,380)	-	(168,807)
LSC Gate Security	<i>Completed</i>	-	10,468	(10,468)	-	-
Burst Pipe	<i>Completed</i>	-	5,803	(5,803)	-	-
Totals		(15,927)	290,271	(637,921)	218,770	(144,807)

Represented by:

Funds Held on Behalf of the Ministry of Education	24,000
Funds Due from the Ministry of Education	(168,807)
	<u>(144,807)</u>

2020		Opening Balances	Receipts from MoE	Payments	BOT Contribution/ (Write-off to R&M)	Closing Balances
		\$	\$	\$	\$	\$
Outdoor Covered Area	<i>In progress</i>	-	-	(8,500)	-	(8,500)
Classroom ILE/Roofing Project	<i>In progress</i>	42,111	1,071,063	(1,120,601)	-	(7,427)
Totals		42,111	1,071,063	(1,129,101)	-	(15,927)

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 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.

TRENTHAM SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2021

18. Remuneration

Key management personnel compensation

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

	2021 Actual \$	2020 Actual \$
<i>Board Members</i>		
Remuneration	5,360	3,570
<i>Leadership Team</i>		
Remuneration	304,651	361,692
Full-time equivalent members	2.50	3.00
Total key management personnel remuneration	310,011	365,262

There are six members on the Board excluding the Principal. The Board had held 8 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:

	2021 Actual \$000	2020 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Principal 1		
Salary and Other Payments	70 - 80	150 - 160
Benefits and Other Emoluments	1 - 2	4 - 5
Principal 2		
Salary and Other Payments	60 - 70	-
Benefits and Other Emoluments	-	-

Other Employees

Employee's with remuneration greater than \$100,000 were as follows:

Remuneration \$000	2021 FTE Number	2020 FTE Number
100 - 110	3	2
120 - 125	1	-
	4	2

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 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:

	2021 Actual	2020 Actual
Total	-	-
Number of People	-	-

TRENTHAM SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2021

20. Contingencies

There are no contingent liabilities and no contingent assets as at 31 December 2021 (Contingent liabilities and assets at 31 December 2020: 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 2021, a contingent liability for the school may exist.

21. Commitments

(a) Capital Commitments

As at 31 December 2021 the Board has entered into the following contracts agreement with the Ministry of Education:

(a) a block A classroom ILE/ roof project amounting to \$2,109,860 of which \$1,491,263 has been received and \$1,660,070 had been spent at balance date.

(b) a boiler chimney demolition & remediation project amounting to \$30,077 of which \$24,000 has been received and nil had been spent at balance date.

(Capital commitments at 31 December 2020: \$2,103,425 of which \$1,007,608 was spent at balance date).

(b) Operating Commitments

As at 31 December 2021 the Board has no operating commitments (2020: nil).

22. Financial Instruments

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Financial assets measured at amortised cost			
Cash and Cash Equivalents	588,420	587,978	1,020,770
Receivables	161,898	150,000	160,679
Investments - Term Deposits	113,944	110,000	112,952
Total Financial assets measured at amortised cost	<u>864,262</u>	<u>847,978</u>	<u>1,294,401</u>
Financial liabilities measured at amortised cost			
Payables	186,742	200,000	449,024
Finance Leases	17,017	20,000	11,752
Total Financial Liabilities Measured at Amortised Cost	<u>203,759</u>	<u>220,000</u>	<u>460,776</u>

23. Events After Balance Date

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

TRENTHAM SCHOOL

Members of the Board

For the year ended 31 December 2021

Name	Position	How position on Board gained	Occupation	Term expired/expires
Aleshia Wallace	Presiding Member	Co-opted 2018, Elected 2019	Self-employed	Resigned December 2021
Suzanne Su'a	Principal	Appointed	Principal	Resigned July 2021
Erica Leggett	Acting Principal	Appointed	Acting Principal	
Dora Tooth	Parent Rep - Community Liaison	Co-opted 2018, Elected 2019	Homemaker	October 2022
Phillip Hartell	Parent Rep	Elected 2019	Customer Financial Wellbeing Consultant	October 2022
Tara Browning	Parent Rep	Elected 2019	Senior Procurement Advisor	October 2022
Hayley Campbell	Parent Rep	Elected 2019	Hairdresser	October 2022
Benjamin Garner	Staff Rep	Elected 2014, Re-Elected 2016 & 2019	Teacher	October 2022

TRENTHAM SCHOOL

Kiwisport Funding

For the year ended 31 December 2021

Kiwisport is a Government funding initiative to support student participation in organised sport.

In 2021 the School received funding of \$5,642 (2020: \$6,024) to increase our student participation in organised sport.

This funding was used to assist with the school wide participation in a wide range of sports including netball, touch rugby, basketball and miniball.