

# POMARE SCHOOL

Annual Report - For the year ended 31 December 2022

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# POMARE SCHOOL

## ANNUAL REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2022

#### School Directory

**Ministry Number:** 2961

**Principal:** Dave Appleyard (Acting)

**School Address:** Partridge Street, Taita

**School Postal Address:** Partridge Street, Taita, Lower Hutt, 5011

**School Phone:** 04 939 7421

**School Email:** office@pomare.school.nz

**Accountant / Service Provider:**

**Education**  *Services.*  
*Dedicated to your school*

# Pomare 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.

Daphne Harrison

Full Name of Presiding Member

Sherilyn Hall

Full Name of Principal

Signature of Presiding Member

Signature of Principal

31.5.23

Date:

31/5/23

Date:

**Pomare School**  
**Statement of Comprehensive Revenue and Expense**  
For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
<b>Revenue</b>				
Government Grants	2	1,057,784	898,486	925,000
Locally Raised Funds	3	168,126	24,465	44,745
Interest Income		2,733	300	464
		<u>1,228,643</u>	<u>923,251</u>	<u>970,209</u>
<b>Expenses</b>				
Locally Raised Funds	3	2,309	500	5,048
Learning Resources	4	677,427	582,232	606,160
Administration	5	134,909	61,163	126,675
Finance		963	86	215
Property	6	203,861	287,076	227,409
Loss on Disposal of Property, Plant and Equipment	10	-	-	15,696
		<u>1,019,469</u>	<u>931,057</u>	<u>981,203</u>
<b>Net Surplus / (Deficit) for the year</b>		<b>209,174</b>	<b>(7,806)</b>	<b>(10,994)</b>
Other Comprehensive Revenue and Expense		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<u><b>209,174</b></u>	<u><b>(7,806)</b></u>	<u><b>(10,994)</b></u>

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

**Pomare School**  
**Statement of Changes in Net Assets/Equity**  
For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
<b>Equity at 1 January</b>		272,453	290,873	283,447
Total comprehensive revenue and expense for the year		209,174	(7,806)	(10,994)
Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		6,331	-	-
<b>Equity at 31 December</b>		487,958	283,067	272,453
Accumulated comprehensive revenue and expense		487,958	283,067	272,453
<b>Equity at 31 December</b>		487,958	283,067	272,453

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.

**Pomare School**  
**Statement of Financial Position**  
As at 31 December 2022

		2022	2022	2021
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
		\$	\$	\$
<b>Current Assets</b>				
Cash and Cash Equivalents	7	290,184	153,258	274,989
Accounts Receivable	8	43,042	39,212	45,559
GST Receivable		1,564	4,574	4,165
Prepayments		6,942	4,929	5,960
Investments	9	37,659	36,780	37,209
Funds Receivable for Capital Works Projects	15	1,359	-	1,723
		<u>380,750</u>	<u>238,753</u>	<u>369,605</u>
<b>Current Liabilities</b>				
Accounts Payable	11	61,973	57,709	56,092
Revenue Received in Advance	12	6,500	8,765	94,771
Provision for Cyclical Maintenance	13	62,262	31,111	38,500
Finance Lease Liability	14	7,751	5,055	9,081
Funds held for Capital Works Projects	15	26,450	-	31,787
		<u>164,936</u>	<u>102,640</u>	<u>230,231</u>
<b>Working Capital Surplus/(Deficit)</b>		<b>215,814</b>	<b>136,113</b>	<b>139,374</b>
<b>Non-current Assets</b>				
Property, Plant and Equipment	10	315,419	189,309	189,089
		<u>315,419</u>	<u>189,309</u>	<u>189,089</u>
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	13	33,718	31,203	45,171
Finance Lease Liability	14	9,557	11,152	10,839
		<u>43,275</u>	<u>42,355</u>	<u>56,010</u>
<b>Net Assets</b>		<u><b>487,958</b></u>	<u><b>283,067</b></u>	<u><b>272,453</b></u>
<b>Equity</b>		<u><b>487,958</b></u>	<u><b>283,067</b></u>	<u><b>272,453</b></u>

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

**Pomare School**  
**Statement of Cash Flows**  
For the year ended 31 December 2022

		2022	2022	2021
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
<b>Cash flows from Operating Activities</b>				
Government Grants		451,203	339,642	332,295
Locally Raised Funds		82,855	23,965	127,501
Goods and Services Tax (net)		2,601	-	409
Payments to Employees		(263,204)	(205,408)	(209,029)
Payments to Suppliers		(101,511)	(111,644)	(129,011)
Interest Paid		(963)	(86)	(215)
Interest Received		2,331	300	616
<b>Net cash from/(to) Operating Activities</b>		<b>173,312</b>	<b>46,769</b>	<b>122,566</b>
<b>Cash flows from Investing Activities</b>				
Purchase of Property Plant & Equipment (and Intangibles)		(150,345)	(20,931)	(6,969)
Purchase of Investments		(450)	-	(428)
<b>Net cash from/(to) Investing Activities</b>		<b>(150,795)</b>	<b>(20,931)</b>	<b>(7,397)</b>
<b>Cash flows from Financing Activities</b>				
Furniture and Equipment Grant		6,331	-	-
Finance Lease Payments		(7,778)	(9,081)	(7,292)
Funds Administered on Behalf of Third Parties		(5,875)	-	30,611
<b>Net cash from/(to) Financing Activities</b>		<b>(7,322)</b>	<b>(9,081)</b>	<b>23,319</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>15,195</b>	<b>16,757</b>	<b>138,488</b>
Cash and cash equivalents at the beginning of the year	7	274,989	136,501	136,501
<b>Cash and cash equivalents at the end of the year</b>	<b>7</b>	<b>290,184</b>	<b>153,258</b>	<b>274,989</b>

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.

# Pomare School

## Notes to the Financial Statements

### For the year ended 31 December 2022

#### 1. Statement of Accounting Policies

##### a) Reporting Entity

Pomare 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 statements 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 13.



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

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

#### **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 14. Future operating lease commitments are disclosed in note 20b.

##### *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 recognised as revenue when conditions are satisfied.

### **Interest Revenue**

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

### **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.

### **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 are depreciated over their estimated useful lives on a straight line 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	3-50 Years
Furniture and Equipment	5-20 Years
Information and Communication Technology	5-10 Years
Textbooks	5 Years
Library Resources	8 Years
Leased assets held under a Finance Lease	Term of Lease

### **k) Intangible Assets**

#### *Software costs*

Computer software acquired by the School are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. Costs associated with subsequent maintenance and research expenditure are recognised as an expense in the Statement of Comprehensive Revenue and Expense when incurred.

The carrying value of software is amortised on a straight line basis over its useful life. The useful life of software is estimated as three years. The amortisation charge for each period and any impairment loss is recorded in the Statement of Comprehensive Revenue and Expense.

### **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. If such indication exists, the School estimates the asset'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 a comparison to recent market transactions.

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.

### **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 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.

#### **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.

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

#### **p) Funds Held in Trust**

Funds are held in trust where they have been received by the School for a specified purpose, or are being held on behalf of a third party and 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.

#### **q) 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 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.

#### **r) Shared Funds**

Shared Funds are held on behalf of a cluster of participating schools as agreed with the Ministry of Education. In instances where funds are outside of the School's control, these amounts are not recorded in the Statement of Comprehensive Revenue and Expense. In instances where the school is determined to be the principal for providing the service related to the Shared Funds (such as the RTLB programme), all income and expenditure related to the provision of the service is 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.

#### **s) 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 schools carries out painting maintenance of the whole school over a 7 to 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.

**t) 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.

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. On initial recognition of an equity investment that is not held for trading, the School may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive revenue and expense. This election has been made for investments that are shares. Subsequent to initial recognition, these assets are measured at fair value. Dividends are recognised as income in surplus or deficit unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in other comprehensive revenue and expense and are never reclassified to surplus or deficit.

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

**u) 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.

**v) 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.

**w) Budget Figures**

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

**x) Services received in-kind**

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

**2. Government Grants**

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Government Grants - Ministry of Education	518,067	339,642	396,763
Teachers' Salaries Grants	429,290	388,648	414,787
Use of Land and Buildings Grants	109,083	170,196	113,450
Other Government Grants	1,344	-	-
	<b>1,057,784</b>	<b>898,486</b>	<b>925,000</b>

The school has opted in to the donations scheme for this year. Total amount received was \$9,450.

**3. Locally Raised Funds**

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
<b>Revenue</b>			
Donations & Bequests	17,620	6,500	11,706
Fees for Extra Curricular Activities	8,301	8,200	10,898
Trading	383	500	949
Fundraising & Community Grants	141,822	3,000	14,927
Other Revenue	-	6,265	6,265
	<b>168,126</b>	<b>24,465</b>	<b>44,745</b>
<b>Expenses</b>			
Extra Curricular Activities Costs	1,748	-	3,358
Trading	561	500	1,070
Fundraising & Community Grant Costs	-	-	620
	<b>2,309</b>	<b>500</b>	<b>5,048</b>
<i>Surplus for the year Locally raised funds</i>	<b>165,817</b>	<b>23,965</b>	<b>39,697</b>

**4. Learning Resources**

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Curricular	19,556	24,700	27,902
Library Resources	643	870	314
Employee Benefits - Salaries	618,152	526,402	549,106
Staff Development	5,600	3,000	2,249
Depreciation	33,476	27,260	26,589
	<b>677,427</b>	<b>582,232</b>	<b>606,160</b>

**5. Administration**

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Audit Fee	6,925	6,925	6,724
Board Fees	3,495	3,645	4,050
Board Expenses	2,302	4,000	2,471
Communication	3,336	3,550	3,337
Consumables	3,587	3,700	3,105
Other	4,826	7,950	7,788
Employee Benefits - Salaries	29,312	20,993	22,495
Insurance	4,057	4,400	3,927
Service Providers, Contractors and Consultancy	5,964	6,000	5,760
Healthy School Lunch Programme	71,105	-	67,018
	134,909	61,163	126,675

**6. Property**

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Caretaking and Cleaning Consumables	5,097	7,700	9,175
Cyclical Maintenance Provision	12,309	16,769	13,270
Grounds	2,492	2,550	2,008
Heat, Light and Water	13,968	13,500	13,980
Rates	2,342	2,000	1,970
Repairs and Maintenance	1,435	13,200	14,088
Use of Land and Buildings	109,083	170,196	113,450
Security	9,096	11,500	11,507
Employee Benefits - Salaries	45,606	46,661	44,769
Contractors / Consultants	2,433	3,000	3,192
	203,861	287,076	227,409

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**

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Bank Accounts	290,184	153,258	274,989
Cash and cash equivalents for Statement of Cash Flows	290,184	153,258	274,989

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

Of the \$290,184 Cash and Cash Equivalents \$26,450 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 2023 on Crown owned school buildings.

**8. Accounts Receivable**

	<b>2022</b>	<b>2022</b>	<b>2021</b>
	<b>Actual</b>	<b>Budget</b>	<b>Actual</b>
	<b>\$</b>	<b>(Unaudited)</b>	<b>\$</b>
Receivables	76	6,486	5,836
Receivables from the Ministry of Education	2,012	-	-
Banking Staffing Underuse	-	-	5,500
Interest Receivable	402	152	-
Teacher Salaries Grant Receivable	40,552	32,574	34,223
	<u>43,042</u>	<u>39,212</u>	<u>45,559</u>
Receivables from Exchange Transactions	2,490	6,638	5,836
Receivables from Non-Exchange Transactions	40,552	32,574	39,723
	<u>43,042</u>	<u>39,212</u>	<u>45,559</u>

**9. Investments**

The School's investment activities are classified as follows:

	<b>2022</b>	<b>2022</b>	<b>2021</b>
	<b>Actual</b>	<b>Budget</b>	<b>Actual</b>
	<b>\$</b>	<b>(Unaudited)</b>	<b>\$</b>
Current Asset			
Short-term Bank Deposits	37,659	36,780	37,209
Total Investments	<u>37,659</u>	<u>36,780</u>	<u>37,209</u>



## 10. Property, Plant and Equipment

2022	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
Building Improvements	129,577	-	-	-	(5,552)	124,024
Furniture and Equipment	26,036	153,372	-	-	(12,460)	166,948
Information and Communication Technology	14,292	158	-	-	(6,869)	7,580
Leased Assets	18,520	15,228	(8,952)	-	(8,451)	16,347
Library Resources	664	-	-	-	(144)	520
<b>Balance at 31 December 2022</b>	<b>189,089</b>	<b>168,758</b>	<b>(8,952)</b>	<b>-</b>	<b>(33,476)</b>	<b>315,419</b>

The net carrying value of equipment held under a finance lease is \$16,347 (2021: \$18,520)

### 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 Cost or Valuation \$	2022 Accumulated Depreciation \$	2022 Net Book Value \$	2021 Cost or Valuation \$	2021 Accumulated Depreciation \$	2021 Net Book Value \$
Building Improvements	263,483	(139,459)	124,024	263,483	(133,906)	129,577
Furniture and Equipment	423,419	(256,471)	166,948	270,047	(244,011)	26,036
Information and Communication Technology	205,745	(198,165)	7,580	205,588	(191,296)	14,292
Textbooks	19,401	(19,401)	-	19,401	(19,401)	-
Leased Assets	29,176	(12,829)	16,347	31,852	(13,332)	18,520
Library Resources	95,284	(94,764)	520	95,284	(94,620)	664
<b>Balance at 31 December</b>	<b>1,036,508</b>	<b>(721,089)</b>	<b>315,419</b>	<b>885,655</b>	<b>(696,566)</b>	<b>189,089</b>

## 11. Accounts Payable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Creditors	8,173	8,224	6,151
Accruals	3,611	5,542	6,723
Banking Staffing Overuse	-	1,227	-
Employee Entitlements - Salaries	40,552	32,574	34,223
Employee Entitlements - Leave Accrual	9,637	10,142	8,995
	<b>61,973</b>	<b>57,709</b>	<b>56,092</b>
Payables for Exchange Transactions	61,973	57,709	56,092
	<b>61,973</b>	<b>57,709</b>	<b>56,092</b>

The carrying value of payables approximates their fair value.

**12. Revenue Received in Advance**

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Income in Advance	500	8,765	91,521
Grants in Advance - MOE	6,000	-	3,250
	6,500	8,765	94,771

**13. Provision for Cyclical Maintenance**

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Provision at the Start of the Year	83,671	45,545	70,401
Increase to the Provision During the Year	15,951	16,769	16,380
Other Adjustments	(3,642)	-	(3,110)
Provision at the End of the Year	95,980	62,314	83,671
Cyclical Maintenance - Current	62,262	31,111	38,500
Cyclical Maintenance - Non current	33,718	31,203	45,171
	95,980	62,314	83,671

Per the cyclical maintenance schedule the school is next expected to undertake painting works during 2023. This plan is based on the schools 10 Year Property plan / painting quotes.

**14. 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	8,579	5,055	9,167
Later than One Year and no Later than Five Years	10,249	11,152	10,839
Future Finance Charges	(1,520)	-	(86)
	17,308	16,207	19,920
<b>Represented by</b>			
Finance lease liability - Current	7,751	5,055	9,081
Finance lease liability - Non current	9,557	11,152	10,839
	17,308	16,207	19,920

### 15. Funds Held (Owed) 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 projects is included under cash and cash equivalents in note 7.

	2022	Project No.	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
			\$	\$	\$		\$
Playground Development		222894	11,787	5,000	(17,337)	-	(550)
Classroom Toilet Refurbishment LSC		215098	(1,723)	64,400	(36,227)	-	26,450
Swimming Pool Removal		232588	20,000	7,675	(27,675)	-	-
Ventilation		235232	-	17,250	(18,059)	-	(809)
<b>Totals</b>			<b>30,064</b>	<b>94,325</b>	<b>(99,298)</b>	<b>-</b>	<b>25,091</b>

**Represented by:**

Funds Held on Behalf of the Ministry of Education	26,450
Funds Receivable from the Ministry of Education	(1,359)

	2021	Project No.	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
			\$	\$	\$		\$
Special Needs Modifications			355	645	(1,000)	-	-
Bk A - Replace rotten timbers		235232	-	9,500	(9,500)	-	-
Warm Water to Hall / Drainage		224136	-	27,256	(27,256)	-	-
Playground Development		222894	-	45,000	(33,213)	-	11,787
Classroom Toilet Refurbishment LSC		215098	-	-	(1,723)	-	(1,723)
Swimming Pool Removal		232588	-	20,000	-	-	20,000
<b>Totals</b>			<b>355</b>	<b>102,401</b>	<b>(72,692)</b>	<b>-</b>	<b>30,064</b>

**Represented by:**

Funds Held on Behalf of the Ministry of Education	31,787
Funds Receivable from the Ministry of Education	(1,723)

### 16. Related Party Transactions

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

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

**17. Remuneration**

*Key management personnel compensation*

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

	<b>2022</b>	<b>2021</b>
	<b>Actual</b>	<b>Actual</b>
	<b>\$</b>	<b>\$</b>
<i>Board Members</i>		
Remuneration	3,495	4,050
<i>Leadership Team</i>		
Remuneration	207,298	206,099
Full-time equivalent members	2.04	2.04
<b>Total key management personnel remuneration</b>	<b>210,793</b>	<b>210,149</b>

There are 5 members of the Board excluding the Principal. The Board had held 8 full meetings of the Board in the year. The Board also has Finance (0 members) and Property (0 members) that met 0 and 0 times 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 1*

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

	<b>2022</b>	<b>2021</b>
	<b>Actual</b>	<b>Actual</b>
	<b>\$000</b>	<b>\$000</b>
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	110 - 120	100 - 110
Benefits and Other Emoluments	3 - 4	3 - 4
Termination Benefits	-	-

*Other Employees*

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

	<b>2022</b>	<b>2021</b>
<b>Remuneration</b>	<b>FTE Number</b>	<b>FTE Number</b>
<b>\$000</b>		
100 - 110	-	-
	<b>0.00</b>	<b>0.00</b>

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

**18. 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:

	<b>2022</b>	<b>2021</b>
	<b>Actual</b>	<b>Actual</b>
Total	-	-
Number of People	-	-

## **19. 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.

## **20. Commitments**

### **(a) Capital Commitments**

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

\$192,919 contract for the Playground Development as agent for the Ministry of Education. This project is fully funded by the Ministry and \$50,000 has been received of which \$50,550 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$77,870 contract for the Classroom Toilet Refurbishment LSC as agent for the Ministry of Education. This project is fully funded by the Ministry and \$64,400 has been received of which \$37,950 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$20,074 contract for the Ventilation as agent for the Ministry of Education. This project is fully funded by the Ministry and \$17,250 has been received of which \$18,059 has been spent on the project to balance date. This project has been approved by the Ministry.

(Capital commitments as at 31 December 2021:

\$45,675 contract for the Playground Development as agent for the Ministry of Education. This project is fully funded by the Ministry and \$45,000 has been received of which \$33,213 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$886,935 contract for the Classroom Toilet Refurbishment LSC as agent for the Ministry of Education. This project is fully funded by the Ministry and \$0 has been received of which \$1,723 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$20,000 contract for the Swimming Pool Removal as agent for the Ministry of Education. This project is fully funded by the Ministry and \$20,000 has been received of which \$0 has been spent on the project to balance date. This project has been approved by the Ministry.)

### **(b) Operating Commitments**

There are no operating commitments as at 31 December 2022 (Operating commitments at 31 December 2021: nil).

**21. Financial Instruments**

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

**Financial assets measured at amortised cost**

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Cash and Cash Equivalents	290,184	153,258	274,989
Receivables	43,042	39,212	45,559
Investments - Term Deposits	37,659	36,780	37,209
Total Financial assets measured at amortised cost	370,885	229,250	357,757

**Financial liabilities measured at amortised cost**

Payables	61,973	57,709	56,092
Finance Leases	17,308	16,207	19,920
Total Financial Liabilities Measured at Amortised Cost	79,281	73,916	76,012

**22. Events After Balance Date**

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

**23. Comparatives**

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

## Pomare School

# Members of the Board

<b>Name</b>	<b>Position</b>	<b>How Position Gained</b>	<b>Term Expired/ Expires</b>
Daphne Harrison	Presiding Member	Elected	Sep 2025
Priscilla Scott	Principal	ex Officio	
Jasmine Tamaka	Parent Representative	Elected	Sep 2022
Twiggy Johnston	Parent Representative	Elected	Sep 2022
Erica Tupo	Parent Representative	Elected	Sep 2025
Sharn Sutherland	Parent Representative	Elected	Sep 2025
Kara Schomaker	Parent Representative	Elected	Sep 2025
Herena Meteka	Staff Representative	Elected	Sep 2025

## **Pomare School**

## **Kiwisport**

Kiwisport is a Government funding initiative to support students' participation in organised sport. In 2022, the school received total Kiwisport funding of \$1,027 (excluding GST). The funding was spent on sporting endeavours.

## **Statement of Compliance with Employment Policy**

For the year ended 31st December 2022 the Pomare School Board:

- Has developed and implemented personnel policies, within policy and procedural frameworks to ensure the fair and proper treatment of employees in all aspects of their employment
- Has reviewed its compliance against both its personnel policy and procedures and can report that it meets all requirements and identified best practice.
- Is a good employer and complies with the conditions contained in the employment contracts of all staff employed by the Board.
- Ensures all employees and applicants for employment are treated according to their skills, qualifications and abilities, without bias or discrimination.
- Meets all Equal Employment Opportunities requirements.