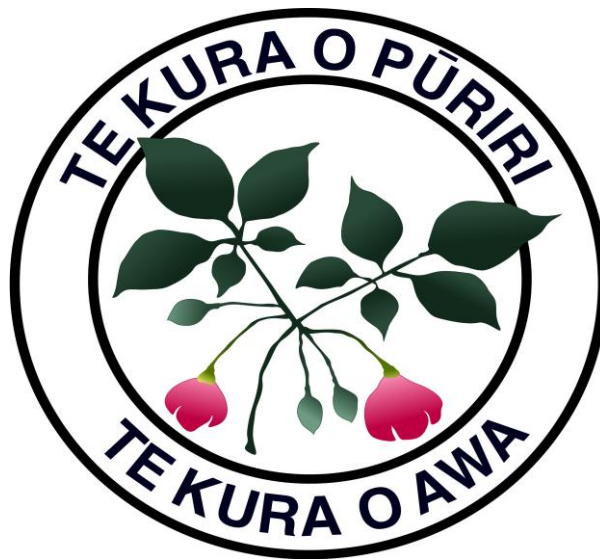


PURIRI SCHOOL

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023



Ministry Number:	1911
Principal:	Lydia Lester
School Address:	12 Puriri Valley Road, Thames
School Postal Address:	12 Puriri Valley Road, RD 1, Thames 3578
School Phone:	07 868 1031
School Email:	office@puriri.school.nz
Accountant / Service Provider:	Accounting For Schools Limited

PURIRI SCHOOL

Annual Financial Statements - For the year ended 31 December 2023

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PURIRI SCHOOL

Statement of Responsibility

For the year ended 31 December 2023

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 2023 fairly reflects the financial position and operations of the school.

The School's 2023 financial statements are authorised for issue by the Board.

Bonnie Adele O'Keefe

Full Name of Presiding Member

Lydia Ruth Lester

Full Name of Principal



Signature of Presiding Member



Signature of Principal

31-05-2024

Date:

31-05-2024

Date:

PURIRI SCHOOL

Statement of Comprehensive Revenue and Expense For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Revenue				
Government Grants	2	479,124	437,551	440,079
Locally Raised Funds	3	24,706	2,229	4,533
Interest		1,784	-	530
Total Revenue		505,614	439,780	445,142
Expenses				
Locally Raised Funds	3	12,664	2,647	5,720
Learning Resources	4	270,822	274,933	319,986
Administration	5	56,267	24,617	22,950
Interest		265	-	129
Property	6	139,612	147,848	128,830
Total Expenses		479,630	450,045	477,615
Net Surplus / (Deficit) for the year		25,984	(10,265)	(32,473)
Other Comprehensive Revenue and Expenses		-	-	-
Total Comprehensive Revenue and Expense for the Year		25,984	(10,265)	(32,473)

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

PURIRI SCHOOL

Statement of Changes in Net Assets/Equity For the year ended 31 December 2023

	2023	2023	2022
Notes	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Equity at 1 January	3,716	3,716	33,628
Total comprehensive revenue and expense for the year	25,984	(10,265)	(32,473)
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant	1,951	-	2,561
Distribution to the Ministry of Education	(3,516)	-	-
Equity at 31 December	28,135	(6,549)	3,716
Accumulated comprehensive revenue and expense	28,135	(6,549)	3,716
Equity at 31 December	28,135	(6,549)	3,716

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.

PURIRI SCHOOL

Statement of Financial Position

As at 31 December 2023

		2023	2023	2022
	Notes	Actual \$	Budget (Unaudited) \$	Actual \$
Current Assets				
Cash and Cash Equivalents	7	86,276	37,988	171,028
Accounts Receivable	8	20,663	20,000	21,976
GST Receivable		1,170	-	-
Prepayments		2,000	2,000	2,000
		<u>110,109</u>	<u>59,988</u>	<u>195,004</u>
Current Liabilities				
GST Payable		-	1,000	22,960
Accounts Payable	10	29,760	30,000	33,521
Revenue Received in Advance	11	6,219	-	-
Finance Lease Liability	13	2,501	2,000	2,263
Funds held for Capital Works Projects	14	39,907	30,759	140,531
		<u>78,387</u>	<u>63,759</u>	<u>199,275</u>
Working Capital Surplus/(Deficit)		31,722	(3,771)	(4,271)
Non-current Assets				
Property, Plant and Equipment	9	26,066	25,722	31,378
		<u>26,066</u>	<u>25,722</u>	<u>31,378</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	12	27,928	27,000	22,246
Finance Lease Liability	13	1,725	1,500	1,145
		<u>29,653</u>	<u>28,500</u>	<u>23,391</u>
Net Assets		<u>28,135</u>	<u>(6,549)</u>	<u>3,716</u>
Equity		<u>28,135</u>	<u>(6,549)</u>	<u>3,716</u>

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

PURIRI SCHOOL

Statement of Cash Flows

For the year ended 31 December 2023

		2023	2023	2022
	Note	Actual	Budget	Actual
		\$	(Unaudited) \$	\$
Cash flows from Operating Activities				
Government Grants		145,840	104,267	106,373
Locally Raised Funds		32,161	3,466	18,929
Goods and Services Tax (net)		(24,132)	(21,961)	24,710
Payments to Employees		(35,897)	(52,071)	(61,256)
Payments to Suppliers		(101,674)	(52,061)	(65,789)
Interest Paid		(265)	-	(129)
Interest Received		1,784	-	530
Net cash from / (to) Operating Activities		17,817	(18,360)	23,368
Cash flows from Investing Activities				
Purchase of Property, Plant & Equipment (and Intangibles)		1	(5,000)	(2,191)
Net cash from / (to) Investing Activities		1	(5,000)	(2,191)
Cash flows from Financing Activities				
Furniture and Equipment Grant		1,951	-	2,561
Finance Lease Payments		(3,315)	92	(5,002)
Funds Administered on behalf of other parties		(101,206)	(109,772)	143,682
Net cash from / (to) Financing Activities		(102,570)	(109,680)	141,241
Net increase/(decrease) in cash and cash equivalents		(84,752)	(133,040)	162,418
Cash and cash equivalents at the beginning of the year	7	171,028	171,028	8,610
Cash and cash equivalents at the end of the year	7	86,276	37,988	171,028

The Statement of Cash Flows records only those cash flows directly within the control of the School. This means centrally funded teachers' salaries, use of land and buildings grant and expense and other notional items 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.

PURIRI SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

a) Reporting Entity

Puriri 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 2023 to 31 December 2023 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.

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 9.

PURIRI SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

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 11.

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 12. Future operating lease commitments are disclosed in note 19b.

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.

PURIRI SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

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.

PURIRI SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

h) 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.

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.

Finance Leases

A finance lease transfers to the lessee substantially all the risks and rewards incidental to ownership of an asset, whether or not title is eventually transferred. At the start of the lease term, finance leases are recognised as assets and liabilities in the statement of financial position at the lower of the fair value of the leased asset or the present value of the minimum lease payments. The finance charge is charged to the surplus or deficit over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability. The amount recognised as an asset is depreciated over its useful life. If there is no reasonable certainty whether the school will obtain ownership at the end of the lease term, the asset is fully depreciated over the shorter of the lease term and its useful life.

Depreciation

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

The estimated useful lives of the assets are:

Building improvements to Crown Owned Assets	18 - 40 years
Furniture and equipment	5 - 15 years
Information and communication technology	5 years
Leased assets held under a Finance Lease	3 years
Library resources	12.5% Diminishing value

PURIRI SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

j) 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.

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.

k) 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.

l) Employee Entitlements

Short-term employee entitlements

Employee benefits that are due to be settled within 12 months after the end of the reporting 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 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.

m) 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 & Expense.

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

PURIRI SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

n) Provision for Cyclical Maintenance

The property from which the School operates is owned by the Crown, and is vested in the Ministry. The Ministry has gazetted a property occupancy document that sets out the Board's property maintenance responsibilities. The Board is responsible for maintaining the land, buildings and other facilities on the School site in a state of good order and repair.

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

The school carries out painting maintenance of the whole school over a 7 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.

o) Financial Instruments

The School's financial assets comprise cash and cash equivalents and accounts receivable. All of these financial assets, except for investments that are shares, are initially recognised at fair value and subsequently measured at amortised cost, using the effective interest method.

The School's financial liabilities comprise accounts payable, 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.

p) 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.

q) Budget Figures

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

r) 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.

PURIRI SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

2. Government Grants

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Government Grants - Ministry of Education	145,840	104,267	106,575
Teachers' Salaries Grants	238,367	238,367	253,868
Use of Land and Buildings Grants	94,917	94,917	79,636
	479,124	437,551	440,079

The School has opted in to the donations scheme for this year. Total amount received was \$4,161.

3. Locally Raised Funds

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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Revenue			
Donations & Bequests	2,954	-	1,214
Fees for Extra Curricular Activities	3,504	-	1,439
Trading	1,064	729	304
Fundraising & Community Grants	17,184	1,500	1,576
	24,706	2,229	4,533
Expenses			
Extra Curricular Activities Costs	2,648	1,360	2,945
Trading	1,752	787	1,296
Fundraising and Community Grant Costs	8,264	500	1,479
	12,664	2,647	5,720
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	12,042	(418)	(1,187)

4. Learning Resources

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Curricular	11,172	4,946	11,048
Depreciation	9,446	10,656	11,640
Employee Benefits - Salaries	248,967	259,031	295,396
Staff Development	1,237	300	1,902
	270,822	274,933	319,986

PURIRI SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

5. Administration

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Audit Fee	5,071	5,000	4,923
Board Fees	1,627	2,200	1,325
Board Expenses	-	1,435	3,421
Communication	831	960	891
Consumables	3,128	2,340	2,812
Healthy School Lunches	33,083	-	-
Other	2,480	1,540	3,945
Employee Benefits - Salaries	7,135	8,566	4,701
Service Providers, Contractors and Consultancy	2,912	2,576	932
	<u>56,267</u>	<u>24,617</u>	<u>22,950</u>

6. Property

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Caretaking and Cleaning Consumables	1,847	2,446	5,841
Cyclical Maintenance Provision	5,682	-	5,681
Grounds	15,552	13,440	6,363
Heat, Light and Water	4,647	6,970	3,896
Rates	546	489	180
Repairs and Maintenance	(560)	820	9,813
Use of Land and Buildings	94,917	94,917	79,636
Employee Benefits - Salaries	16,981	28,766	17,420
	<u>139,612</u>	<u>147,848</u>	<u>128,830</u>

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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Cash on Hand	175	-	175
Bank Current Account	86,101	37,988	170,853
Cash and cash equivalents for Statement of Cash flows	<u>86,276</u>	<u>37,988</u>	<u>171,028</u>

Of the \$86,276 Cash and Cash Equivalents, \$39,907 is held by the School on behalf of the Ministry of Education. These funds have been provided by the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2024 on Crown owned school buildings.

PURIRI SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

8. Accounts Receivable

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Receivables	-	-	1,236
Teacher Salaries Grant Receivable	20,663	20,000	20,740
	<u>20,663</u>	<u>20,000</u>	<u>21,976</u>
Receivables from Exchange Transactions	-	-	1,236
Receivables from Non-Exchange Transactions	20,663	20,000	20,740
	<u>20,663</u>	<u>20,000</u>	<u>21,976</u>

9. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2023						
Building Improvements	7,532	-	-	-	(905)	6,627
Furniture and Equipment	13,945	-	-	-	(3,231)	10,714
Information Technology	6,409	-	-	-	(1,841)	4,568
Leased Assets	3,459	4,134	-	-	(3,465)	4,128
Library Resources	33	-	-	-	(4)	29
Balance at 31 December 2023	<u>31,378</u>	<u>4,134</u>	<u>-</u>	<u>-</u>	<u>(9,446)</u>	<u>26,066</u>

The net carrying value of equipment held under a finance lease is \$4,128 (2022: \$3,459).

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.

	2023 Cost or Valuation \$	2023 Accumulated Depreciation \$	2023 Net Book Value \$	2022 Cost or Valuation \$	2022 Accumulated Depreciation \$	2022 Net Book Value \$
Building Improvements	33,592	(26,965)	6,627	33,592	(26,060)	7,532
Furniture and Equipment	55,798	(45,084)	10,714	55,798	(41,853)	13,945
Information Technology	67,528	(62,960)	4,568	67,528	(61,119)	6,409
Leased Assets	50,466	(46,338)	4,128	46,333	(42,874)	3,459
Library Resources	35	(6)	29	35	(2)	33
Balance at 31 December 2023	<u>207,419</u>	<u>(181,353)</u>	<u>26,066</u>	<u>203,286</u>	<u>(171,908)</u>	<u>31,378</u>

PURIRI SCHOOL

Notes to the Financial Statements For the year ended 31 December 2023

10. Accounts Payable

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Creditors	1,132	-	5,783
Accruals	5,071	-	2,923
Employee Entitlements - Salaries	22,025	30,000	23,621
Employee Entitlements - Leave Accrual	1,532	-	1,194
	<u>29,760</u>	<u>30,000</u>	<u>33,521</u>
Payables for Exchange Transactions	29,760	30,000	33,521
	<u>29,760</u>	<u>30,000</u>	<u>33,521</u>

The carrying value of payables approximates their fair value.

11. Revenue Received in Advance

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Grants in Advance - Ministry of Education	6,219	-	-
	<u>6,219</u>	<u>-</u>	<u>-</u>

12. Provision for Cyclical Maintenance

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Provision at the Start of the Year	22,246	22,246	16,565
Increase/ (decrease) to the Provision During the Year	5,682	12,435	5,681
Use of the Provision During the Year	-	(7,681)	-
Provision at the End of the Year	<u>27,928</u>	<u>27,000</u>	<u>22,246</u>
Cyclical Maintenance - Current	-	-	-
Cyclical Maintenance - Non Current	27,928	27,000	22,246
	<u>27,928</u>	<u>27,000</u>	<u>22,246</u>

The schools cyclical maintenance schedule details annual painting to be undertaken, the costs associated to this annual work will vary dependent on the requirements during the year. This plan is based on the estimated ongoing cost of school staff involved in the regular painting and maintenance of the school.

PURIRI SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

13. Finance Lease Liability

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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
No Later than One Year	2,771	2,400	2,461
Later than One Year and no Later than Five Years	1,833	1,700	1,196
Future Finance Charges	(379)	(600)	(249)
	4,226	3,500	3,408
Represented by			
Finance lease liability - Current	2,501	2,000	2,263
Finance lease liability - Non Current	1,725	1,500	1,145
	4,226	3,500	3,408

14. Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects. The amount of cash held on behalf of the Ministry for capital works project is included under cash and cash equivalents in note 7.

	2023	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions	Closing Balances \$
AMS DQLS Upgrade	<i>completed</i>	140,531	1,630	(145,677)	3,516	-
A C Roofing Replacement Income	<i>in progress</i>	-	41,207	(1,300)	-	39,907
Totals		140,531	42,837	(146,977)	3,516	39,907

Represented by:

Funds Held on Behalf of the Ministry of Education	39,907
Funds Due from the Ministry of Education	-
	39,907

	2022	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions	Closing Balances \$
Plumbing, Drainage, Roofing	<i>completed</i>	3,900	-	-	(3,900)	-
Carpark & New Store Sheds	<i>completed</i>	(8,938)	12,679	(8,443)	4,162	-
Pool Pipe Repair	<i>completed</i>	765	-	(1,086)	321	-
AMS DQLS Upgrade	<i>in progress</i>	-	140,531	-	-	140,531
Totals		(3,733)	153,210	(9,529)	583	140,531

Represented by:

Funds Held on Behalf of the Ministry of Education	140,531
Funds Due from the Ministry of Education	-
	140,531

PURIRI SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

15. 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.

16. Remuneration

Key management personnel compensation

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

	2023 Actual \$	2022 Actual \$
<i>Board Members</i> Remuneration	1,627	1,325
<i>Leadership Team</i> Remuneration	125,808	202,026
Full-time equivalent members	3.00	2.00
Total key management personnel remuneration	127,435	203,351

There are six members of the Board excluding the Principal. The Board had held seven 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:

	2023 Actual \$000	2022 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	110 - 120	100 - 110
Benefits and Other Emoluments	3 - 4	3 - 4

Other Employees

There were no other employees with remuneration greater than \$100,000 (2022: nil).

PURIRI SCHOOL

Notes to the Financial Statements For the year ended 31 December 2023

17. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be 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:

	2023 Actual	2022 Actual
Total	-	-
Number of People	-	-

18. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2023 (Contingent liabilities and assets at 31 December 2022: 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 continues to review the Schools Sector Payroll to ensure compliance with the Holidays Act 2003. An initial remediation payment has been made to some current school employees. The Ministry is continuing to perform detailed analysis to finalise calculations and the potential impacts of specific individuals, as such, this is expected to resolve the liability for school boards.

19. Commitments

(a) Capital Commitments

At 31 December 2023, the Board had capital commitments of \$44,486 (2022: \$145,639) as a result of entering the following contracts:

Contract Name	Contract Amount	Spend To Date	Remaining Capital Commitment
	\$	\$	\$
A C Roofing Replacement	45,786	1,300	44,486
			-
Total	45,786	1,300	44,486

(b) Operating Commitments

As at 31 December 2023 the Board has not entered into any contracts.
(Operating commitments at 31 December 2022: \$nil)

PURIRI SCHOOL

Notes to the Financial Statements For the year ended 31 December 2023

20. Financial Instruments

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

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Financial assets measured at amortised cost			
Cash and Cash Equivalents	86,276	37,988	171,028
Receivables	20,663	20,000	21,976
Total Financial assets measured at amortised cost	<u>106,939</u>	<u>57,988</u>	<u>193,004</u>
Financial liabilities measured at amortised cost			
Payables	29,760	30,000	33,521
Finance Leases	4,226	3,500	3,408
Total Financial Liabilities Measured at Amortised Cost	<u>33,986</u>	<u>33,500</u>	<u>36,929</u>

21. Events After Balance Date

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

22. Comparatives

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

Independent Auditor's Report

To the Readers of Puriri School's Financial Statements

For the Year Ended 31 December 2023

The Auditor-General is the auditor of Puriri School (the School). The Auditor-General has appointed me, Myriam Gros, using the staff and resources of William Buck Audit (NZ) Limited, to carry out the audit of the financial statements of the School on his behalf.

Opinion

We have audited the financial statements of the School on pages 2 to 19, that comprise the statement of financial position as at 31 December 2023, the statement of comprehensive revenue and expense, statement of changes in net assets/equity and statement of cash flows for the year ended on that date, and the notes to the financial statements that include accounting policies and other explanatory information.

In our opinion the financial statements of the School:

- present fairly, in all material respects:
 - its financial position as at 31 December 2023; and
 - its financial performance and cash flows for the year then ended; and
- comply with generally accepted accounting practice in New Zealand in accordance with PBE Accounting Standards (PBE IPSAS) Reduced Disclosure Regime.

Our audit was completed on 31 May 2024. This is the date at which our opinion is expressed.

The basis for our opinion is explained below. In addition, we outline the responsibilities of the Board and our responsibilities relating to the financial statements, we comment on other information, and we explain our independence.

Basis for our opinion

We carried out our audit in accordance with the Auditor-General's Auditing Standards, which incorporate the Professional and Ethical Standards and the International Standards on Auditing (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board.

Our responsibilities under those standards are further described in the Responsibilities of the auditor section of our report. We have fulfilled our responsibilities in accordance with the Auditor-General's Auditing Standards. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Board for the financial statements

The Board is responsible on behalf of the School for preparing financial statements that are fairly presented and that comply with generally accepted accounting practice in New Zealand.

The Board is responsible for such internal control as it determines is necessary to enable it to prepare financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board is responsible on behalf of the School for assessing the School's ability to continue as a going concern. The Board is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless there is an intention to close or merge the School, or there is no realistic alternative but to do so.

The Board's responsibilities, arise from section 134 of the Education and training Act 2020.

Responsibilities of the auditor for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit carried out in accordance with the Auditor-General's Auditing Standards will always detect a material misstatement when it exists. Misstatements are differences or omissions of amounts or disclosures, and can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of readers taken on the basis of these financial statements.

For the budget information reported in the financial statements, our procedures were limited to checking that the information agreed to the School's approved budget.

We did not evaluate the security and controls over the electronic publication of the financial statements.

As part of an audit in accordance with the Auditor-General's Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. Also:

- We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- We obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control.
- We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- We conclude on the appropriateness of the use of the going concern basis of accounting by the Board and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our

opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the School to cease to continue as a going concern.

- We evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We assess the risk of material misstatement arising from the school payroll system, which may still contain errors. As a result, we carried out procedures to minimise the risk of material errors arising from the system that, in our judgement, would likely influence readers' overall understanding of the financial statements.

We communicate with the Board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Our responsibilities arises from the Public Audit Act 2001.

Other information

The Board of Trustees is responsible for the other information. The other information comprises the information included in the annual report being the Kiwisport Report, Analysis of Variance, Statement of Compliance with Employment Policy, Members of the Board of Trustees, Te Tiriti Display and Strategic Plan, but does not include the financial statements, and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information. In doing so, we consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on our work, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Independence

We are independent of the School in accordance with the independence requirements of the Auditor-General's Auditing Standards, which incorporate the independence requirements of Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board.

Other than the audit, we have no relationship with or interests in the School.



Myriam Gros
William Buck Audit (NZ) Limited
On behalf of the Auditor-General
Auckland, New Zealand

PURIRI SCHOOL

Members of the Board

For the year ended 31 December 2023

Name	Position	How position on Board gained	Occupation	Term expired/expires
Bonnie O'Keefe	Presiding Member	Re-elected 2022	Registered Nurse	September 2025
Lydia Lester	Principal	Appointed	Principal	
Samantha Lee	Parent Rep	Elected 2022	Business Owner	September 2025
Kathryn Brown	Parent Rep	Re-elected 2022	Retail Manager	September 2025
Amy Yates	Parent Rep	Elected 2022	Farmer	September 2025
Libby Edin	Staff Rep	Appointed 2023	Teacher	January 2025
Tom Smith	Parent Rep	Re-elected 2022	Farm Owner	September 2025

PURIRI SCHOOL

Kiwisport / Statement of Compliance with Employment Policy For the year ended 31 December 2023

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

In 2023 the School received total Kiwisport funding of \$319 excluding gst (2022: \$399). The funding was used to support sports and physical education within Puriri School.

Statement of Compliance with Employment Policy

For the year ended 31 December 2023 the Puriri School Board:

- Has developed and implemented personnel policies, within policy and procedural frameworks to ensure the fair and proper treatment of employees in all aspect 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 an complies with the conditions contained in the employment contract of all staff employed by the Board.
- Ensures all employees and applicants for employments are treated according to their skills, qualifications and abilities, without bias or discrimination.
- Meets all Equal Employment Opportunities requirements.