

CANNONS CREEK SCHOOL

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023



Ministry Number:	2818
Principal:	Katrina Day
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CANNONS CREEK SCHOOL

Annual Financial Statements - For the year ended 31 December 2023

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CANNONS CREEK 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.

Uputana Talalelei Ioapo-Peniata
Full Name of Presiding Member

Katrina Ruth Day
Full Name of Principal


Signature of Presiding Member


Signature of Principal

4/6/2024
Date:

4-6-2024
Date:

CANNONS CREEK SCHOOL

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

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Restated Actual \$
Revenue				
Government Grants	2	2,228,597	1,937,873	1,910,573
Locally Raised Funds	3	44,510	8,500	142,710
Interest		3,939	150	728
		<u>2,277,046</u>	<u>1,946,523</u>	<u>2,054,011</u>
Expenses				
Locally Raised Funds	3	31,119	-	29,026
Learning Resources	4	1,250,340	1,146,679	1,134,096
Administration	5	320,982	133,600	324,430
Interest		552	-	535
Property	6	769,312	715,178	476,656
Loss on Disposal of Property, Plant and Equipment		28	-	-
		<u>2,372,333</u>	<u>1,995,457</u>	<u>1,964,743</u>
Net Surplus / (Deficit) for the year		<u>(95,287)</u>	<u>(48,934)</u>	<u>89,268</u>
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u><u>(95,287)</u></u>	<u><u>(48,934)</u></u>	<u><u>89,268</u></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.

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

Notes	Actual 2023 \$	Budget (Unaudited) 2023 \$	Actual 2022 \$
Balance at 1 January	319,287	366,628	230,019
Total comprehensive revenue and expense for the year	(95,287)	(48,934)	89,268
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant	-	-	-
Equity at 31 December	224,000	317,694	319,287
Accumulated comprehensive revenue and expense	224,000	317,694	319,287
Equity at 31 December	224,000	317,694	319,287

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.

CANNONS CREEK SCHOOL

Statement of Financial Position

As at 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Current Assets				
Cash and Cash Equivalents	7	21,330	113,305	29,169
Accounts Receivable	8	82,762	68,150	83,587
GST Receivable		7,139	3,000	7,620
Prepayments		7,464	1,000	6,642
Investments	9	30,680	-	20,092
Funds owed for Capital Works Projects	15	-	-	5,198
		<u>149,375</u>	<u>185,455</u>	<u>152,308</u>
Current Liabilities				
Accounts Payable	11	166,065	85,000	144,219
Revenue Received in Advance	12	5,027	-	-
Provision for Cyclical Maintenance	8	82,600	-	-
Finance Lease Liability	14	3,295	-	3,505
Funds held for Capital Works Projects	15	-	-	3,400
		<u>256,987</u>	<u>85,000</u>	<u>151,124</u>
Working Capital Surplus/(Deficit)		(107,612)	100,455	1,184
Non-current Assets				
Property, Plant and Equipment	10	350,974	299,239	397,064
		<u>350,974</u>	<u>299,239</u>	<u>397,064</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	13	17,500	77,500	75,000
Finance Lease Liability	14	1,862	4,500	3,961
		<u>19,362</u>	<u>82,000</u>	<u>78,961</u>
Net Assets		<u>224,000</u>	<u>317,694</u>	<u>319,287</u>
Equity		<u>224,000</u>	<u>317,694</u>	<u>319,287</u>

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

CANNONS CREEK 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		791,612	474,391	598,930
Locally Raised Funds		48,052	8,500	133,815
Goods and Services Tax (net)		479	4,618	5,608
Payments to Employees		(406,758)	(312,411)	(343,976)
Payments to Suppliers		(419,370)	(157,859)	(240,332)
Interest Paid		(552)	-	(535)
Interest Received		3,254	149	742
Net cash from/(to) Operating Activities		16,717	17,388	154,252
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		(28)	(1,524)	
Purchase of Property Plant & Equipment (and Intangibles)		(24,242)	49,348	(174,561)
Purchase of Investments		(10,588)	20,092	35,817
Net cash from/(to) Investing Activities		(34,858)	67,916	(138,744)
Cash flows from Financing Activities				
Finance Lease Payments		8,504	(2,966)	(4,512)
Loans Received/ Repayment of Loans		-	-	(28,573)
Funds on behalf of third parties		1,798	1,798	-
Net cash from/(to) Financing Activities		10,302	(1,168)	(33,085)
Net increase/(decrease) in cash and cash equivalents		(7,839)	84,136	(17,577)
Cash and cash equivalents at the beginning of the year	7	29,169	29,169	46,746
Cash and cash equivalents at the end of the year	7	21,330	113,305	29,169

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 Cash Flow Statement should be read in conjunction with the accompanying notes which form part of these financial statements.

CANNONS CREEK SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

a) Reporting Entity

Cannons Creek 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 of Trustees (the Board) is of the view that the School is a public benefit entity for financial reporting purposes.

b) Basis of Preparation

Reporting Period

The financial reports have been prepared for the period 1 January 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.

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 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.

CANNONS CREEK SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

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 21b.

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

Other Ministry Grants for directly funded programs are recorded as revenue when the School has the rights to the funding in the period they relate to. The grants are not received in cash by the School and are paid directly by the Ministry of Education.

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. Grants for the use of land and buildings are not received in cash by the School as they equate to the deemed expense for using the land and buildings which are owned by the Crown. The School's use of the land and buildings as occupant is based on a property occupancy document as gazetted by the Ministry. The expense is based on an assumed market rental yield on the value of land and buildings as used for rating purposes.

This is a non-cash revenue that is offset by a non-cash expense. The use of land and buildings grants and associated expenditure are recorded in the period the School uses the land and buildings.

Other Grants where conditions exist

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

CANNONS CREEK SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

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) 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.

i) 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.

CANNONS CREEK SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

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 straight line method. 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	10–75 years
Furniture and equipment	10–20 years
Information and communication technology	4–5 years
Motor vehicles	5 years
Textbooks	3 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	8 years

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. The valuation is based on details of the valuer's approach to determining market value (i.e. what valuation techniques have been employed, comparison to recent market transaction etc.).

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.

CANNONS CREEK SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

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 period in which the employee renders the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, and also annual leave earned, by non teaching staff, to but not yet taken at balance date.

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) Revenue Received in Advance

Revenue received in advance relates to fees received from [international], hostel 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.

n) 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 Revenue and Expense.

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

o) 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.

CANNONS CREEK SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

p) Financial Instruments

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

The School's financial liabilities comprise accounts payable, borrowings, 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.

q) 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.

r) Goods and Services Tax (GST)

The financial statements have been prepared on a GST exclusive basis, with the exception of accounts receivable and accounts payable which are stated as GST inclusive.

The net amount of GST paid to, or received from, the IRD, including the GST relating to investing and financing activities, is classified as a net operating cash flow in the statements of cash flows.

Commitments and contingencies are disclosed exclusive of GST.

s) Budget Figures

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

t) Services received in-kind

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

CANNONS CREEK SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

2. Government Grants

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Restated Actual \$
Government Grants – Ministry of Education	784,844	461,716	746,988
Teachers' Salaries Grants	822,807	857,479	797,790
Use of Land and Buildings Grants	614,178	614,178	351,882
Other Government Grants	6,768	4,500	13,913
	<u>2,228,597</u>	<u>1,937,873</u>	<u>1,910,573</u>

The School has opted in to the donations scheme for this year. Total amount received was \$19,111 (2022: \$18,600).

3. Locally Raised Funds

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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Revenue			
Fundraising & Community Grants	35,454	5,500	132,780
Fees for Extra Curricular Activities	9,026	3,000	9,790
Trading	30	-	140
	<u>44,510</u>	<u>8,500</u>	<u>142,710</u>
Expenses			
Fundraising & Community Grants Costs	31,119	-	29,026
	<u>31,119</u>	<u>-</u>	<u>29,026</u>
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	<u>13,391</u>	<u>8,500</u>	<u>113,684</u>

4. Learning Resources

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Curricular	41,202	44,700	35,098
Information and Communication Technology	1,306	1,500	1,424
Depreciation	59,519	50,000	56,216
Employee Benefits - Salaries	1,135,494	1,038,979	1,029,084
Staff Development	12,819	11,500	12,274
	<u>1,250,340</u>	<u>1,146,679</u>	<u>1,134,096</u>

CANNONS CREEK SCHOOL
Notes to the Financial Statements
For the year ended 31 December 2023

5. Administration

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Restated Actual \$
Audit Fee	7,338	6,000	5,825
Board Fees	2,745	2,500	3,170
Board Expenses	69	2,000	1,949
Communication	3,290	3,700	4,483
Consumables	13,689	7,400	10,393
Healthy School Lunches	168,807	-	153,456
Operating Lease	206	2,000	585
Other	13,408	14,000	14,669
Employee Benefits - Salaries	110,128	96,000	128,460
Insurance	1,302	-	1,440
	<u>320,982</u>	<u>133,600</u>	<u>324,430</u>

6. Property

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Caretaking and Cleaning Consumables	5,708	2,600	2,999
Consultancy and Contract Services	44,632	33,500	41,242
Cyclical Maintenance Provision	25,100	8,500	12,500
Grounds	4,543	4,400	4,384
Heat, Light and Water	19,038	11,000	13,555
Rates	3,543	4,000	5,055
Repairs and Maintenance	33,601	26,000	36,608
Use of Land and Buildings	614,178	614,178	351,882
Employee Benefits - Salaries	18,969	11,000	8,431
	<u>769,312</u>	<u>715,178</u>	<u>476,656</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	100	100	100
Bank Current Account	18,012	113,205	12,612
Bank Call Account	3,218	-	16,457
Cash and cash equivalents for Statement of Cash Flows	<u>21,330</u>	<u>113,305</u>	<u>29,169</u>

CANNONS CREEK SCHOOL
Notes to the Financial Statements
For the year ended 31 December 2023

8. Accounts Receivable

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Receivables	9,660	-	8,175
Interest Receivable	834	150	149
Teacher Salaries Grant Receivable	72,268	68,000	75,263
	<u>82,762</u>	<u>68,150</u>	<u>83,587</u>
Receivables from Exchange Transactions	10,494	150	8,324
Receivables from Non-Exchange Transactions	72,268	68,000	75,263
	<u>82,762</u>	<u>68,150</u>	<u>83,587</u>

9. Investments

The School's investment activities are classified as follows:

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Current Asset			
Short-term Bank Deposits	30,680	-	20,092
Total Investments	<u>30,680</u>	<u>-</u>	<u>20,092</u>

10. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2023						
Land and Building Improvements	113,514	2,654	-	-	(10,365)	105,803
Furniture and Equipment	188,479	1,481	-	-	(22,638)	167,322
Information Technology	39,977	6,910	-	-	(17,776)	29,111
Motor Vehicles	44,188	-	-	-	(4,571)	39,617
Leased Assets	7,023	1,293	-	-	(3,664)	4,652
Library Resources	3,883	1,119	(28)	-	(505)	4,469
Balance at 31 December	<u>397,064</u>	<u>13,457</u>	<u>(28)</u>	<u>-</u>	<u>(59,519)</u>	<u>350,974</u>

The net carrying value of equipment held under a finance lease is \$4,652 (2022: \$7,023)

Restrictions

With the exception of the contractual restrictions related to the above noted finance leases, 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.

CANNONS CREEK SCHOOL
Notes to the Financial Statements
For the year ended 31 December 2023

10. Property, Plant and Equipment (Cont.)

	2023 Cost or Valuation \$	2023 Accumulated Depreciation \$	2023 Net Book Value \$	2022 Cost or Valuation \$	2022 Accumulated Depreciation \$	2022 Net Book Value \$
Land and Building Improvements	205,529	(99,726)	105,803	202,875	(89,361)	113,514
Furniture and Equipment	345,234	(177,912)	167,322	343,753	(155,274)	188,479
Information Technology	109,228	(80,117)	29,111	102,318	(62,341)	39,977
Motor Vehicles	45,712	(6,095)	39,617	45,712	(1,524)	44,188
Leased Assets	35,178	(30,526)	4,652	45,991	(38,968)	7,023
Library Resources	8,454	(3,985)	4,469	8,555	(4,672)	3,883
Balance at 31 December	749,335	(398,361)	350,974	749,204	(352,140)	397,064

11. Accounts Payable

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Creditors	17,137	15,000	37,420
Accruals	15,723	-	5,625
Banking Staffing Overuse	36,901	-	-
Employee Entitlements - Salaries	94,851	68,000	100,558
Employee Entitlements - Leave Accrual	1,453	2,000	616
	166,065	85,000	144,219
Payables for Exchange Transactions	166,065	85,000	144,219
	166,065	85,000	144,219

The carrying value of payables approximates their fair value.

12. Revenue Received in Advance

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Grants in Advance - Ministry of Education	5,027	-	-
	5,027	-	-

CANNONS CREEK SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

13. Provision for Cyclical Maintenance

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Provision at the Start of the Year	75,000	75,000	62,500
Increase/ (decrease) to the Provision During the Year	25,100	8,500	12,500
Other Adjustments	-	(6,000)	-
Use of the Provision During the Year	-	-	-
Provision at the End of the Year	<u>100,100</u>	<u>77,500</u>	<u>75,000</u>
Cyclical Maintenance - Current	82,600	-	-
Cyclical Maintenance - Non Current	17,500	77,500	75,000
	<u>100,100</u>	<u>77,500</u>	<u>75,000</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 schools 10 Year Property plan.

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:

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
No Later than One Year	3,611	400	4,030
Later than One Year and no Later than Five Years	1,965	4,700	4,222
Future Finance Charges	(419)	(600)	(786)
	<u>5,157</u>	<u>4,500</u>	<u>7,466</u>
Represented by			
Finance Lease Liability - Current	3,295	-	3,505
Finance Lease Liability - Non Current	1,862	4,500	3,961
	<u>5,157</u>	<u>4,500</u>	<u>7,466</u>

CANNONS CREEK SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

15. 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.

		Opening Balances	Receipts from MoE	Payments	BOT Contributions /coded to	Closing Balances
		\$	\$	\$	\$	\$
2023						
SIP Projects	<i>completed</i>	(5,198)	-	-	5,198	-
Improve Pedestrian Safety	<i>completed</i>	3,400	-	-	(3,400)	-
Totals		(1,798)	-	-	1,798	-

Represented by:

Funds Held on Behalf of the Ministry of Education

Funds Due from the Ministry of Education

-

-

-

		Opening Balances	Receipts from MoE	Payments	BOT Contributions	Closing Balances
		\$	\$	\$	\$	\$
2022						
SIP Projects	<i>in progress</i>	(5,198)	-	-	-	(5,198)
Improve Pedestrian Safety	<i>in progress</i>	3,400	-	-	-	3,400
Totals		(1,798)	-	-	-	(1,798)

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 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.

CANNONS CREEK SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

17. Remuneration

Key management personnel compensation

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

	2023 Actual \$	2022 Actual \$
<i>Board Members</i> Remuneration	2,745	3,170
<i>Leadership Team</i> Full-time equivalent members	363,649 3	341,931 3
Total key management personnel remuneration	366,394	345,101

There are 6 members of the Board excluding the Principal. The Board had held 7 full meetings of the Board in the year. As well as these regular meetings, including preparation time, the Chair 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	140 - 150	140 - 150
Benefits and Other Emoluments	4 - 5	4 - 5

Other Employees

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

Remuneration \$000	2023 FTE Number	2022 FTE Number
100 - 110	2	1
110 - 120	1	-
	3	1

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 trustees, committee member, or employees during the financial year in relation to that cessation and number of persons to whom all or part of that total was payable was as follows:

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

CANNONS CREEK SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

19. 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.

20. Commitments

(a) Capital Commitments

At 31 December 2023, the Board had capital commitments of \$Nil (2022: \$Nil)

21. 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	21,330	113,305	29,169
Receivables	82,762	68,150	83,587
Investments - Term Deposits	30,680	-	20,092
Total Financial assets measured at amortised cost	134,772	181,455	132,848
Financial liabilities measured at amortised cost			
Payables	166,065	85,000	144,219
Finance Leases	5,157	4,500	7,466
Total Financial Liabilities Measured at Amortised Cost	171,222	89,500	151,685

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.

CANNONS CREEK SCHOOL
Notes to the Financial Statements
For the year ended 31 December 2023

24. Prior Year Error

There has been a prior year error in the treatment of Healthy School Lunches in the 2022 year. This is due to the information not being available during the 2022 audit.

	As Reported	Adjusted	Restated Balance 31 December
<u>Impact on the Statement of Financial Position</u>			
Nil	-	-	-
<u>Impact on the Statement onf Comprehensive Revenue and Expenses</u>			
Government Grants	1,757,117	153,456	1,910,573
Administration Costs	170,974	153,456	324,430

CANNONS CREEK SCHOOL

Members of the Board

For the year ended 31 December 2023

Name	Position	How Position Was Gained	Term Expires
Willie Te'o	Presiding Member	Elected	2025
Katrina Day	Principal	Appointed	
Bridget Gerondis	Staff Rep	Elected	2025
Leilani Daymond	Trustee	Elected	2025
Jess Paki	Trustee	Elected	2025
Fatu Nimarota	Trustee	Elected	2025
Upu Iaopo-Peniata	Trustee	Elected	2025

CANNONS CREEK 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 \$1,948 excluding GST (2022: \$1,811).

The funding was used to fund swimming and water safety lessons.

For the year ended 31st December 2023 the Cannons Creek 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.