

# WEST END TE KURA O MORERE

## ANNUAL FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2023

**School Directory**

**Ministry Number:** 2265

**Principal:** Hamish Hislop

**School Address:** Bonithon Avenue, New Plymouth

**School Postal Address:** Bonithon Avenue, Moturoa, New Plymouth, 4310

**School Phone:** 06 758 9331

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

**Accountant / Service Provider:**

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

# WEST END TE KURA O MORERE

Annual Financial Statements - For the year ended 31 December 2023

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# West End Te Kura o Morere

## 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.

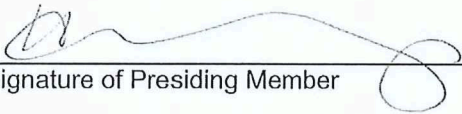
The management (including the principal and others, as directed by the Board) accepts responsibility for establishing and maintaining a system of internal controls designed to provide reasonable assurance as to the integrity and reliability of the school's financial reporting.

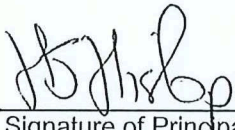
It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2023 fairly reflects the financial position and operations of the school.

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

Hilary Jane Takaranui  
Full Name of Presiding Member

Hamish John Hislop  
Full Name of Principal

  
Signature of Presiding Member

  
Signature of Principal

22/5/24  
Date: 22 May 2024

22/5/24  
Date: 22 May 2024

**West End Te Kura o Morere**  
**Statement of Comprehensive Revenue and Expense**  
For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
<b>Revenue</b>				
Government Grants	2	2,949,324	2,626,248	2,731,582
Locally Raised Funds	3	48,988	40,450	37,915
Interest		29,058	1,600	8,269
<b>Total Revenue</b>		<b>3,027,370</b>	<b>2,668,298</b>	<b>2,777,766</b>
<b>Expense</b>				
Locally Raised Funds	3	18,865	1,750	12,384
Learning Resources	4	2,369,951	2,148,992	2,164,959
Administration	5	183,562	190,349	183,947
Interest		2,709	3,500	3,491
Property	6	578,714	402,860	422,395
<b>Total Expense</b>		<b>3,153,801</b>	<b>2,747,451</b>	<b>2,787,176</b>
<b>Net Surplus / (Deficit) for the year</b>		<b>(126,431)</b>	<b>(79,153)</b>	<b>(9,410)</b>
Other Comprehensive Revenue and Expense		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<b>(126,431)</b>	<b>(79,153)</b>	<b>(9,410)</b>

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



**West End Te Kura o Morere**  
**Statement of Changes in Net Assets/Equity**

For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
<b>Equity at 1 January</b>		730,952	638,116	740,362
Total comprehensive revenue and expense for the year		(126,431)	(79,153)	(9,410)
Contributions from / (Distributions to) the Ministry of Education		3,046	-	-
<b>Equity at 31 December</b>		607,567	558,963	730,952
Accumulated comprehensive revenue and expense		607,567	558,963	730,952
<b>Equity at 31 December</b>		607,567	558,963	730,952

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.

**West End Te Kura o Morere**  
**Statement of Financial Position**  
As at 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
<b>Current Assets</b>				
Cash and Cash Equivalents	7	376,886	172,989	321,527
Accounts Receivable	8	165,183	142,525	170,898
GST Receivable		43,709	18,442	5,529
Prepayments		16,987	7,435	6,503
Inventories	9	666	1,773	912
Investments	10	145,000	185,000	285,000
Funds Receivable for Capital Works Projects	16	41,577	-	4,373
		<u>790,008</u>	<u>528,164</u>	<u>794,742</u>
<b>Current Liabilities</b>				
Accounts Payable	12	283,293	187,238	176,270
Revenue Received in Advance	13	4,947	-	500
Provision for Cyclical Maintenance	14	159,758	65,042	87,193
Finance Lease Liability	15	24,655	26,855	26,640
Funds held for Capital Works Projects	16	118,691	-	38,274
		<u>591,344</u>	<u>279,135</u>	<u>328,877</u>
<b>Working Capital Surplus/(Deficit)</b>		<b>198,664</b>	<b>249,029</b>	<b>465,865</b>
<b>Non-current Assets</b>				
Investments (more than 12 months)	10	100,000	-	-
Property, Plant and Equipment	11	302,554	365,843	344,098
Work in Progress		75,706	-	-
		<u>478,260</u>	<u>365,843</u>	<u>344,098</u>
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	14	60,035	10,823	56,200
Finance Lease Liability	15	9,322	45,086	22,811
		<u>69,357</u>	<u>55,909</u>	<u>79,011</u>
<b>Net Assets</b>		<u><u>607,567</u></u>	<u><u>558,963</u></u>	<u><u>730,952</u></u>
<b>Equity</b>		<u><u>607,567</u></u>	<u><u>558,963</u></u>	<u><u>730,952</u></u>

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

**West End Te Kura o Morere**  
**Statement of Cash Flows**  
For the year ended 31 December 2023

	2023	2023	2022
Note	Actual \$	Budget (Unaudited) \$	Actual \$
<b>Cash flows from Operating Activities</b>			
Government Grants	739,730	706,224	724,315
Locally Raised Funds	51,684	40,450	34,568
Goods and Services Tax (net)	(38,180)	-	12,913
Payments to Employees	(473,498)	(455,500)	(463,188)
Payments to Suppliers	(287,234)	(335,528)	(247,069)
Interest Paid	(2,709)	(3,500)	(3,491)
Interest Received	29,517	1,600	4,390
Net cash from/(to) Operating Activities	19,310	(46,254)	62,438
<b>Cash flows from Investing Activities</b>			
Purchase of Property Plant & Equipment (and Intangibles)	(109,252)	(70,000)	(50,643)
Purchase of Investments	(160,000)	-	(100,000)
Proceeds from Sale of Investments	200,000	-	-
Net cash from/(to) Investing Activities	(69,252)	(70,000)	(150,643)
<b>Cash flows from Financing Activities</b>			
Contributions from / (Distributions to) Ministry of Education	3,046	-	-
Finance Lease Payments	(23,866)	(29,678)	(22,834)
Funds Administered on Behalf of Other Parties	126,121	(25,000)	88,645
Net cash from/(to) Financing Activities	105,301	(54,678)	65,811
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>55,359</b>	<b>(170,932)</b>	<b>(22,394)</b>
Cash and cash equivalents at the beginning of the year	7 321,527	343,921	343,921
<b>Cash and cash equivalents at the end of the year</b>	<b>7 376,886</b>	<b>172,989</b>	<b>321,527</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 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.



# West End Te Kura o Morere

## Notes to the Financial Statements

### For the year ended 31 December 2023

#### 1. Statement of Accounting Policies

##### **a) Reporting Entity**

West End Te Kura o Morere (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 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 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 14.



*Useful lives of property, plant and equipment*

The School reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment as disclosed in the significant accounting policies are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 11.

**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 15. 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.

**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. 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 material.

### **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	20 years
Buildings	40 years
Furniture and Equipment	5-10 years
Information and Communication Technology	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 or grants are recorded as revenue as the obligations are fulfilled and the fees or grants are 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. 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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Government Grants - Ministry of Education	736,272	708,627	750,754
Teachers' Salaries Grants	1,823,366	1,631,535	1,662,856
Use of Land and Buildings Grants	389,686	284,086	314,972
Other Government Grants	-	2,000	3,000
	2,949,324	2,626,248	2,731,582

The school has opted in to the donations scheme for this year. Total amount received was \$49,627.

## 3. Locally Raised Funds

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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
<b>Revenue</b>			
Donations & Bequests	12,489	25,000	1,892
Fees for Extra Curricular Activities	16,290	2,200	11,282
Trading	643	750	470
Fundraising & Community Grants	19,566	12,500	24,271
	48,988	40,450	37,915
<b>Expense</b>			
Extra Curricular Activities Costs	10,653	1,000	9,936
Trading	1,693	750	1,359
Fundraising & Community Grant Costs	6,519	-	1,089
	18,865	1,750	12,384
<i>Surplus for the year Locally raised funds</i>	30,123	38,700	25,531

## 4. Learning Resources

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Curricular	79,902	79,750	67,044
Library Resources	1,386	2,500	1,809
Employee Benefits - Salaries	2,187,101	1,977,035	2,007,287
Staff Development	13,106	8,100	8,102
Depreciation	88,456	81,607	80,717
	2,369,951	2,148,992	2,164,959



## 5. Administration

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Audit Fees	5,409	5,409	5,252
Board Fees	3,335	3,500	3,615
Board Expenses	3,543	3,500	4,614
Communication	2,325	5,300	3,425
Consumables	14,277	15,700	9,066
Other	14,534	24,680	18,781
Employee Benefits - Salaries	120,087	110,000	116,900
Insurance	6,792	7,000	6,458
Service Providers, Contractors and Consultancy	13,260	15,260	15,836
	183,562	190,349	183,947

## 6. Property

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Caretaking and Cleaning Consumables	49,171	54,000	46,091
Cyclical Maintenance Provision	96,962	16,124	9,818
Grounds	6,894	14,500	14,875
Heat, Light and Water	19,848	16,800	21,619
Rates	4,684	3,600	4,154
Repairs and Maintenance	11,196	13,000	9,345
Use of Land and Buildings	389,686	284,086	314,972
Security	273	750	1,521
	578,714	402,860	422,395

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 \$
Bank Accounts	376,886	112,989	261,527
Short-term Bank Deposits	-	60,000	60,000
Cash and cash equivalents for Statement of Cash Flows	376,886	172,989	321,527

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

Of the \$376,886 Cash and Cash Equivalents \$118,691 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.

## 8. Accounts Receivable

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Receivables	-	1,938	3,081
Receivables from the Ministry of Education	-	-	16,664
Interest Receivable	4,275	855	4,734
Teacher Salaries Grant Receivable	160,908	139,732	146,419
	<u>165,183</u>	<u>142,525</u>	<u>170,898</u>
Receivables from Exchange Transactions	4,275	2,793	7,815
Receivables from Non-Exchange Transactions	160,908	139,732	163,083
	<u>165,183</u>	<u>142,525</u>	<u>170,898</u>

## 9. Inventories

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Stationery	666	1,773	912
	<u>666</u>	<u>1,773</u>	<u>912</u>

## 10. Investments

The School's investment activities are classified as follows:

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Current Asset			
Short-term Bank Deposits	145,000	185,000	285,000
Non-current Asset			
Long-term Bank Deposits	100,000	-	-
Total Investments	<u>245,000</u>	<u>185,000</u>	<u>285,000</u>

## 11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2023	\$	\$	\$	\$	\$	\$
Buildings	49,827	-	-	-	(2,838)	46,989
Building Improvements	71,083	7,397	-	-	(5,081)	73,399
Furniture and Equipment	92,255	23,047	-	-	(28,784)	86,518
Information and Communication Technology	71,067	1,159	-	-	(19,420)	52,806
Leased Assets	50,706	13,348	-	-	(29,449)	34,605
Library Resources	9,160	1,961	-	-	(2,884)	8,237
<b>Balance at 31 December 2023</b>	<b>344,098</b>	<b>46,912</b>	<b>-</b>	<b>-</b>	<b>(88,456)</b>	<b>302,554</b>

The net carrying value of equipment held under a finance lease is \$34,605 (2022: \$50,706)

### 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.

	2023	2023	2023	2022	2022	2022
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	113,534	(66,545)	46,989	113,534	(63,707)	49,827
Building Improvements	156,978	(83,579)	73,399	149,582	(78,499)	71,083
Furniture and Equipment	455,479	(368,961)	86,518	432,431	(340,176)	92,255
Information and Communication Technology	286,030	(233,224)	52,806	284,871	(213,804)	71,067
Leased Assets	90,053	(55,448)	34,605	89,196	(38,490)	50,706
Library Resources	141,470	(133,233)	8,237	139,509	(130,349)	9,160
<b>Balance at 31 December</b>	<b>1,243,544</b>	<b>(940,990)</b>	<b>302,554</b>	<b>1,209,123</b>	<b>(865,025)</b>	<b>344,098</b>

## 12. Accounts Payable

	2023	2023	2022
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	99,960	21,471	6,871
Accruals	5,409	3,400	5,254
Banking Staffing Overuse	-	4,056	-
Employee Entitlements - Salaries	160,908	139,732	146,419
Employee Entitlements - Leave Accrual	17,016	18,579	17,726
	<u>283,293</u>	<u>187,238</u>	<u>176,270</u>
Payables for Exchange Transactions	283,293	187,238	176,270
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-
	<u>283,293</u>	<u>187,238</u>	<u>176,270</u>

The carrying value of payables approximates their fair value.

## 13. Revenue Received in Advance

	2023	2023	2022
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Grants in Advance - MOE	4,447	-	-
Other Revenue In Advance	500	-	500
	<u>4,947</u>	<u>-</u>	<u>500</u>

## 14. Provision for Cyclical Maintenance

	2023	2023	2022
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Provision at the Start of the Year	143,393	59,741	133,575
Increase to the Provision During the Year	20,197	16,124	15,474
Use of the Provision During the Year	(20,561)	-	-
Other Adjustments	76,764	-	(5,656)
Provision at the End of the Year	<u>219,793</u>	<u>75,865</u>	<u>143,393</u>
Cyclical Maintenance - Current	159,758	65,042	87,193
Cyclical Maintenance - Non current	60,035	10,823	56,200
	<u>219,793</u>	<u>75,865</u>	<u>143,393</u>

Per the cyclical maintenance schedule, the school is next expected to undertake painting works during 2024. This plan is based on the schools 10 Year Property plan / painting quotes.



### 15. 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	26,259	26,855	28,767
Later than One Year and no Later than Five Years	9,917	45,086	23,677
Future Finance Charges	(2,199)	-	(2,993)
	33,977	71,941	49,451

#### Represented by

Finance lease liability - Current	24,655	26,855	26,640
Finance lease liability - Non current	9,322	45,086	22,811
	33,977	71,941	49,451

### 16. Funds Held for Capital Works Projects

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

	2023	Project No.	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions	Closing Balances \$
Hall Refurb/Outdoor Learn		231068	38,274	(2,330)	(28,056)	-	7,888
Roof & Clad Remedial Works		232078	(4,373)	323,274	(359,552)	-	(40,651)
Fire Alarm Upgrade		232080	-	138,563	(27,760)	-	110,803
Boiler/Heating Hall (Proposed)		232079	-	-	(926)	-	(926)
Totals			33,901	459,507	(416,294)	-	77,114

#### Represented by:

Funds Held on Behalf of the Ministry of Education	118,691
Funds Receivable from the Ministry of Education	(41,577)

	2022	Project No.	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions	Closing Balances \$
Library/Learning Hub		204601	(72,074)	75,773	(3,699)	-	-
Hall Refurb/Outdoor Learn		231068	2,863	123,617	(88,206)	-	38,274
Roof & Clad Remedial Works		232078	-	14,000	(18,373)	-	(4,373)
Totals			(69,211)	213,390	(110,278)	-	33,901

#### Represented by:

Funds Held on Behalf of the Ministry of Education	38,274
Funds Receivable from the Ministry of Education	(4,373)



## 17. Related Party Transactions

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

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

The Principal's Brother owns Koru Plumbing, the total value of transactions for the year was \$1,262.

## 18. Remuneration

### *Key management personnel compensation*

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

	2023 Actual \$	2022 Actual \$
<i>Board Members</i>		
Remuneration	3,335	3,615
 <i>Leadership Team</i>		
Remuneration	389,980	367,614
Full-time equivalent members	3.00	3.19
 Total key management personnel remuneration	393,315	371,229

There are 8 members of the Board excluding the Principal. The Board has held 8 full meetings of the Board in the year. As well as these regular meetings, including preparation time, the Presiding Member and other Board members have also been involved in ad hoc meetings to consider student welfare matters including stand downs, suspensions, and other disciplinary matters.

### *Principal*

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

	2023 Actual \$000	2022 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	150 - 160	140 - 150
Benefits and Other Emoluments	4 - 5	4 - 5
Termination Benefits	-	-

### *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	3.00	1.00
110 - 120	2.00	1.00
	5.00	2.00

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

## 19. Compensation and Other Benefits Upon Leaving

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

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

## 20. Contingencies

There are no contingent liabilities and no contingent assets (except as noted below) as at 31 December 2023 (Contingent liabilities and assets at 31 December 2022: the same).

In 2023 the Ministry of Education provided additional funding for both the Support Staff in Schools' Collective Agreement (CA) Settlement and the Teacher Aide Pay Equity Settlement. The school is still yet to receive a final wash up that adjusts the estimated quarterly instalments for the actual teacher aides employed in 2023.

The Ministry is in the process of determining the amount of the final wash up payment for the year ended 31 December 2023. Even though the payment is probable, the amount to be received is not known with a high level of certainty. The school has therefore not recognised the expected receipt (asset) and income in its financial statements. The payment is expected to be received in July 2024.

### 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.

## 21. Commitments

### (a) Capital Commitments

As at 31 December 2023, the Board had capital commitments of \$227,569 (2022:\$177,206) as a result of entering the following contracts:

Contract Name	Contract Amount	Spend To Date	Remaining Capital Commitment
	\$	\$	\$
Hall Refurb/Outdoor Learn	136,730	128,842	7,888
Roof & Clad Remedial Works	380,255	377,925	2,330
Fire Alarm Upgrade	156,037	27,760	128,277
Boiler/Heating Hall (Proposed)	90,000	926	89,074
<b>Total</b>	<b>763,022</b>	<b>535,453</b>	<b>227,569</b>

### (b) Operating Commitments

There are no operating commitments as at 31 December 2023 (Operating commitments at 31 December 2022: nil).

## 22. 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

	2023	2023	2022
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Cash and Cash Equivalents	376,886	172,989	321,527
Receivables	165,183	142,525	170,898
Investments - Term Deposits	245,000	185,000	285,000
Total financial assets measured at amortised cost	<u>787,069</u>	<u>500,514</u>	<u>777,425</u>

### Financial liabilities measured at amortised cost

Payables	283,293	187,238	176,270
Finance Leases	33,977	71,941	49,451
Total financial liabilities measured at amortised cost	<u>317,270</u>	<u>259,179</u>	<u>225,721</u>

## 23. Events After Balance Date

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

## 24. Comparatives

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

## 25. New Plymouth Group Mowing Scheme

West End Te Kura O Morere was part of a partnership in the New Plymouth Group Mowing Scheme. The mowing scheme is a partnership agreement between 21 schools in Taranaki.

In March 2023 the Scheme was wound up and West End Te Kura O Morere was paid out their share totalling \$3,045.73.





## West End Te Kura o Morere

### Members of the Board

<b>Name</b>	<b>Position</b>	<b>How Position Gained</b>	<b>Term Expired/ Expires</b>
Hilary Takarangi	Presiding Member	Elected	Sep 2025
Hamish Hislop	Principal	ex Officio	
Mark Dickie	Parent Representative	Elected	Sep 2025
Michael Ellem	Parent Representative	Elected	Sep 2025
Craig Thorne	Parent Representative	Elected	Sep 2025
Rachel Symons	Parent Representative	Elected	Sep 2025
Sandra Powell	Parent Representative	Elected	Sep 2025
Kristine Craddock	Parent Representative	Co-opted	Sep 2025
Peter Horne	Staff Representative	Elected	Sep 2025



## **West End Te Kura o Morere**

### **Kiwisport**

Kiwisport is a Government funding initiative to support students' participation in organised sport. In 2023, the school received total Kiwisport funding of \$4,615 (excluding GST). The funding was spent on sporting endeavours.

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

For the year ended 31st December 2023 the West End Te Kura o Morere 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.