

# WAINUI SCHOOL

## ANNUAL REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2021

**School Directory**

**Ministry Number:** 1552

**Principal:** Gillian Bray

**School Address:** 492 Waitoki Road

**School Postal Address:** 492 Waitoki Road RD 1, Silverdale, 0994

**School Phone:** 09 420 5127

**School Email:** [exo@wainui.school.nz](mailto:exo@wainui.school.nz)

**Accountant / Service Provider:**

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

# WAINUI SCHOOL

Annual Report - For the year ended 31 December 2021

## Index

<b>Page</b>	<b>Statement</b>
	<b>Financial Statements</b>
1	Statement of Responsibility
2	Statement of Comprehensive Revenue and Expense
3	Statement of Changes in Net Assets/Equity
4	Statement of Financial Position
5	Statement of Cash Flows
6 - 20	Notes to the Financial Statements
	<b>Other Information</b>
	Members of the Board
	Kiwisport
	Analysis of Variance

# Wainui School

## Statement of Responsibility

For the year ended 31 December 2021

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

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

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


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

NICOLA MARÉE BROWNE  
Full Name of Presiding Member

  
Signature of Presiding Member

5/9/22  
Date:

Cillian Bray  
Full Name of Principal

  
Signature of Principal

5.9.2022  
Date:

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

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Revenue</b>				
Government Grants	2	2,486,694	2,214,396	2,367,924
Locally Raised Funds	3	159,386	87,120	123,135
Interest Income		735	-	1,550
International Students	4	-	-	2,025
Other Revenue		695	-	-
		<u>2,647,510</u>	<u>2,301,516</u>	<u>2,494,634</u>
<b>Expenses</b>				
Locally Raised Funds	3	39,109	7,150	28,311
International Students	4	-	-	45
Learning Resources	5	1,902,179	1,642,167	1,733,103
Administration	6	147,241	137,437	132,425
Finance		1,554	501	1,069
Property	7	414,646	485,163	421,967
Depreciation	12	76,295	64,699	78,129
Loss on Disposal of Property, Plant and Equipment		2,418	-	4,874
		<u>2,583,442</u>	<u>2,337,117</u>	<u>2,399,923</u>
<b>Net Surplus / (Deficit) for the year</b>		64,068	(35,601)	94,711
Other Comprehensive Revenue and Expense		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<u>64,068</u>	<u>(35,601)</u>	<u>94,711</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.



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

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Equity at 1 January</b>		881,793	750,147	757,832
Total comprehensive revenue and expense for the year		64,068	(35,601)	94,711
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant		10,479	-	29,250
<b>Equity at 31 December</b>		956,340	714,546	881,793
Retained Earnings		956,340	714,546	881,793
<b>Equity at 31 December</b>		956,340	714,546	881,793

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.



**Wainui School**  
**Statement of Financial Position**  
As at 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Current Assets</b>				
Cash and Cash Equivalents	8	359,234	19,129	278,898
Accounts Receivable	9	143,013	102,293	100,633
GST Receivable		5,746	8,525	9,541
Prepayments		13,444	2,053	10,864
Inventories	10	2,877	2,443	2,055
Investments	11	45,928	19,500	45,450
		<u>570,242</u>	<u>153,943</u>	<u>447,441</u>
<b>Current Liabilities</b>				
Accounts Payable	13	179,355	147,934	143,409
Revenue Received in Advance	14	-	1,472	6,709
Provision for Cyclical Maintenance	15	-	30,976	39,647
Finance Lease Liability	16	8,067	8,924	8,070
Funds held for Capital Works Projects	17	92,831	-	63,172
		<u>280,253</u>	<u>189,306</u>	<u>261,007</u>
<b>Working Capital Surplus/(Deficit)</b>		<b>289,989</b>	<b>(35,363)</b>	<b>186,434</b>
<b>Non-current Assets</b>				
Property, Plant and Equipment	12	711,840	757,614	727,855
		<u>711,840</u>	<u>757,614</u>	<u>727,855</u>
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	15	39,950	-	18,890
Finance Lease Liability	16	5,539	7,705	13,606
		<u>45,489</u>	<u>7,705</u>	<u>32,496</u>
<b>Net Assets</b>		<u><u>956,340</u></u>	<u><u>714,546</u></u>	<u><u>881,793</u></u>
<b>Equity</b>		<u><u>956,340</u></u>	<u><u>714,546</u></u>	<u><u>881,793</u></u>

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



**Wainui School**  
**Statement of Cash Flows**  
For the year ended 31 December 2021

		2021	2021	2020
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
<b>Cash flows from Operating Activities</b>				
Government Grants		573,112	448,016	589,733
Locally Raised Funds		160,225	87,120	123,590
International Students		-	-	553
Goods and Services Tax (net)		3,795	-	(1,016)
Payments to Employees		(311,709)	(270,204)	(297,496)
Payments to Suppliers		(311,855)	(250,672)	(249,297)
Interest Paid		(1,554)	(501)	(1,069)
Interest Received		755	-	1,553
<b>Net cash from/(to) Operating Activities</b>		<b>112,769</b>	<b>13,759</b>	<b>166,551</b>
<b>Cash flows from Investing Activities</b>				
Purchase of Property Plant & Equipment (and Intangibles)		(65,943)	(80,700)	(60,351)
Purchase of Investments		(477)	-	(951)
<b>Net cash from/(to) Investing Activities</b>		<b>(66,420)</b>	<b>(80,700)</b>	<b>(61,302)</b>
<b>Cash flows from Financing Activities</b>				
Furniture and Equipment Grant		10,479	-	29,250
Finance Lease Payments		(6,151)	(4,188)	(6,644)
Funds Administered on Behalf of Third Parties		29,659	-	60,785
<b>Net cash from/(to) Financing Activities</b>		<b>33,987</b>	<b>(4,188)</b>	<b>83,391</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>80,336</b>	<b>(71,129)</b>	<b>188,640</b>
Cash and cash equivalents at the beginning of the year	8	278,898	90,258	90,258
<b>Cash and cash equivalents at the end of the year</b>	<b>8</b>	<b>359,234</b>	<b>19,129</b>	<b>278,898</b>

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

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



# Wainui School

## Notes to the Financial Statements

### For the year ended 31 December 2021

#### 1. Statement of Accounting Policies

##### a) Reporting Entity

Wainui School (the School) is a Crown entity as specified in the Crown Entities Act 2004 and a school as described in the Education and Training Act 2020. The Board is of the view that the School is a public benefit entity for financial reporting purposes.

##### b) Basis of Preparation

###### *Reporting Period*

The financial reports have been prepared for the period 1 January 2021 to 31 December 2021 and in accordance with the requirements of the Education and Training Act 2020.

###### *Basis of Preparation*

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

###### *Financial Reporting Standards Applied*

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

###### *PBE Accounting Standards Reduced Disclosure Regime*

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

###### *Measurement Base*

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

###### *Presentation Currency*

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

###### *Specific Accounting Policies*

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

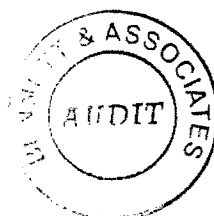
###### *Critical Accounting Estimates And Assumptions*

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 15.





*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 12.

**Critical Judgements in applying accounting policies**

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

*Classification of leases*

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

*Recognition of grants*

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

**c) Revenue Recognition**

**Government Grants**

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

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

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

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. These are not received in cash by the School as they equate to the deemed expense for using the land and buildings which are owned by the Crown. 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**

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

**Donations, Gifts and Bequests**

Donations, gifts and bequests are recorded as revenue when their receipt is formally acknowledged by the School.

**Interest Revenue**

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

**d) 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 credit losses (uncollectable debts). The schools receivables are largely made up of funding from the Ministry of Education, therefore the level of uncollectable debts is not considered to be material. However, short-term receivables are written off when there is no reasonable expectation of recovery.

**h) Inventories**

Inventories are consumable items held for sale and comprised of stationery and school uniforms. They are stated at the lower of cost and net realisable value. Cost is determined on a first in, first out basis. Net realisable value is the estimated selling price in the ordinary course of activities less the estimated costs necessary to make the sale. Any write down from cost to net realisable value is recorded as an expense in the Statement of Comprehensive Revenue and Expense in the period of the write down.

**i) Investments**

Bank term deposits are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance. A loss allowance for expected credit losses is recognised if the estimated loss allowance is not trivial.

**j) Property, Plant and Equipment**

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

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

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

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	15-33 years
Buildings	33 years
Furniture and Equipment	5-18 years
Information and Communication Technology	3-5 years
Textbooks	5 years
Library Resources	8 years
Leased assets held under a Finance Lease	Term of Lease



#### **k) Intangible Assets**

##### *Software costs*

Computer software acquired by the School are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. Costs associated with subsequent maintenance or licensing of software 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. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

Value in use is determined using an approach based on either a depreciated replacement cost approach, restoration cost approach, or a service units approach. The most appropriate approach used to measure value in use depends on the nature of the impairment and availability of information.

If an asset's carrying amount exceeds its recoverable service amount, the asset is regarded as impaired and the carrying amount is written down to the recoverable amount. The total impairment loss is recognised in the surplus or deficit.

The reversal of an impairment loss is recognised in the surplus or deficit.

#### **m) Accounts Payable**

Accounts Payable represents liabilities for goods and services provided to the School prior to the end of the financial year which are unpaid. Accounts Payable are recorded at the amount of cash required to settle those liabilities. The amounts are unsecured and are usually paid within 30 days of recognition.

#### **n) Employee Entitlements**

##### *Short-term employee entitlements*

Employee 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 twelve 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.

#### **o) Revenue Received in Advance**

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

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



**p) Funds Held in Trust**

Funds are held in trust where they have been received by the School for a specified purpose, or are being held on behalf of a third party and these transactions are not recorded in the Statement of Revenue and Expense.

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

**q) Shared Funds**

Shared Funds are held on behalf of a cluster of participating schools as agreed with the Ministry of Education. The cluster of schools operate activities outside of the School's control. These amounts 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.

**r) 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 an up to date 10 Year Property Plan (10YPP) or another appropriate source of evidence.

**s) Financial Instruments**

The School's financial assets comprise cash and cash equivalents, accounts receivable, and investments. All of these financial assets, except for investments that are shares, are categorised as 'financial assets measured at amortised cost' for accounting purposes in accordance with financial reporting standards.

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

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

**t) 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.

Borrowings include but are not limited to bank overdrafts, operating leases, finance leases, painting contracts and term loans.

**u) 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.

**v) Budget Figures**

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

**w) 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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Operational Grants	462,624	405,703	446,125
Teachers' Salaries Grants	1,590,055	1,394,697	1,471,684
Use of Land and Buildings Grants	319,285	371,683	323,603
Other MoE Grants	111,881	42,313	126,512
Other Government Grants	2,849	-	-
	<b>2,486,694</b>	<b>2,214,396</b>	<b>2,367,924</b>

## 3. Locally Raised Funds

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Revenue</b>			
Donations & Bequests	45,786	25,000	35,165
Fees for Extra Curricular Activities	25,218	3,800	34,650
Trading	3,736	4,600	5,162
Fundraising & Community Grants	65,926	35,000	30,212
Other Revenue	18,720	18,720	17,946
	<b>159,386</b>	<b>87,120</b>	<b>123,135</b>
<b>Expenses</b>			
Extra Curricular Activities Costs	29,671	-	17,751
Trading	3,813	4,400	4,778
Fundraising & Community Grant Costs	2,306	-	1,424
Other Locally Raised Funds Expenditure	3,319	2,750	4,358
	<b>39,109</b>	<b>7,150</b>	<b>28,311</b>
<i>Surplus for the year Locally raised funds</i>	<b>120,277</b>	<b>79,970</b>	<b>94,824</b>

## 4. International Student Revenue and Expenses

	2021 Actual Number	2021 Budget (Unaudited) Number	2020 Actual Number
International Student Roll	0	0	0
<b>Revenue</b>			
International Student Fees	-	-	2,025
<b>Expenses</b>			
Other Expenses	-	-	45
	<b>-</b>	<b>-</b>	<b>45</b>
<i>Surplus/(Deficit) for the year International Students</i>	<b>-</b>	<b>-</b>	<b>1,980</b>



**5. Learning Resources**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Curricular	67,749	53,554	68,028
Library Resources	1,095	1,315	1,184
Employee Benefits - Salaries	1,797,603	1,549,598	1,637,924
Staff Development	35,732	37,700	25,967
	<b>1,902,179</b>	<b>1,642,167</b>	<b>1,733,103</b>

**6. Administration**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Audit Fee	7,000	6,700	6,480
Board Fees	3,575	4,050	3,095
Board Expenses	6,119	7,250	5,613
Communication	3,976	4,300	4,008
Consumables	13,144	13,226	12,914
Operating Lease	943	528	2,499
Other	10,904	6,900	6,352
Employee Benefits - Salaries	82,136	76,303	73,818
Insurance	7,984	7,200	6,666
Service Providers, Contractors and Consultancy	11,460	10,980	10,980
	<b>147,241</b>	<b>137,437</b>	<b>132,425</b>

**7. Property**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Caretaking and Cleaning Consumables	31,895	33,900	31,310
Cyclical Maintenance Provision	(15,035)	11,884	971
Grounds	26,147	4,950	4,749
Heat, Light and Water	8,838	11,785	9,232
Repairs and Maintenance	16,595	9,761	9,691
Use of Land and Buildings	319,285	371,683	323,603
Security	582	2,200	2,546
Employee Benefits - Salaries	25,874	39,000	39,865
Contractors And Consultants	465	-	-
	<b>414,646</b>	<b>485,163</b>	<b>421,967</b>

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



### 8. Cash and Cash Equivalents

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Bank Accounts	359,234	19,129	278,898
Cash and cash equivalents for Statement of Cash Flows	<u>359,234</u>	<u>19,129</u>	<u>278,898</u>

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

Of the \$359,234 Cash and Cash Equivalents \$101,402 is held by the School on behalf of the Ministry of Education. These funds have been provided for the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2022 on Crown owned school buildings.

### 9. Accounts Receivable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Receivables	584	899	1,994
Receivables from the Ministry of Education	-	7,153	-
Interest Receivable	146	169	166
Teacher Salaries Grant Receivable	142,283	94,072	98,473
	<u>143,013</u>	<u>102,293</u>	<u>100,633</u>

Receivables from Exchange Transactions	730	1,068	2,160
Receivables from Non-Exchange Transactions	142,283	101,225	98,473
	<u>143,013</u>	<u>102,293</u>	<u>100,633</u>

### 10. Inventories

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Stationery	1	16	3
Uniforms	2,876	2,427	2,052
	<u>2,877</u>	<u>2,443</u>	<u>2,055</u>

### 11. Investments

The School's investment activities are classified as follows:

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Asset			
Short-term Bank Deposits	45,928	19,500	45,450
Total Investments	<u>45,928</u>	<u>19,500</u>	<u>45,450</u>



## 12. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2021	\$	\$	\$	\$	\$	\$
Buildings	419,607	578	-	-	(22,412)	397,773
Building Improvements	29,476	2,183	-	-	(2,296)	29,363
Furniture and Equipment	224,760	40,603	(640)	-	(29,393)	235,330
Information and Communication Technology	33,573	19,334	(1,778)	-	(13,842)	37,287
Leased Assets	19,870	-	-	-	(8,024)	11,846
Library Resources	569	-	-	-	(328)	241
<b>Balance at 31 December 2021</b>	<b>727,855</b>	<b>62,698</b>	<b>(2,418)</b>	<b>-</b>	<b>(76,295)</b>	<b>711,840</b>

The net carrying value of equipment held under a finance lease is \$11,846 (2020: \$19,870)

	2021	2021	2021	2020	2020	2020
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	729,505	(331,732)	397,773	728,926	(309,319)	419,607
Building Improvements	40,507	(11,144)	29,363	38,324	(8,848)	29,476
Furniture and Equipment	704,503	(469,173)	235,330	674,554	(449,794)	224,760
Information and Communication Technology	236,050	(198,763)	37,287	232,333	(198,760)	33,573
Textbooks	836	(836)	-	836	(836)	-
Leased Assets	27,550	(15,704)	11,846	53,992	(34,122)	19,870
Library Resources	59,970	(59,729)	241	59,970	(59,401)	569
<b>Balance at 31 December</b>	<b>1,798,921</b>	<b>(1,087,081)</b>	<b>711,840</b>	<b>1,788,935</b>	<b>(1,061,080)</b>	<b>727,855</b>

## 13. Accounts Payable

	2021	2021	2020
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	17,681	36,513	31,518
Accruals	7,000	4,692	4,880
Employee Entitlements - Salaries	142,283	94,072	98,473
Employee Entitlements - Leave Accrual	12,391	12,657	8,538
	<b>179,355</b>	<b>147,934</b>	<b>143,409</b>
Payables for Exchange Transactions	175,071	147,934	143,409
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-
	<b>175,071</b>	<b>147,934</b>	<b>143,409</b>

The carrying value of payables approximates their fair value.





**14. Revenue Received in Advance**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Grants in Advance - MoE	-	-	5,159
Other	-	1,472	1,550
	-	1,472	6,709

**15. Provision for Cyclical Maintenance**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Provision at the Start of the Year	58,537	19,092	66,906
Increase to the Provision During the Year	13,373	11,884	11,674
Adjustment to the Provision	(28,408)	-	(10,703)
Use of the Provision During the Year	(3,552)	-	(9,340)
Provision at the End of the Year	39,950	30,976	58,537
Cyclical Maintenance - Current	-	30,976	39,647
Cyclical Maintenance - Term	39,950	-	18,890
	39,950	30,976	58,537

**16. Finance Lease Liability**

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
No Later than One Year	8,942	8,924	9,624
Later than One Year and no Later than Five Years	5,815	7,705	14,757
Future finance charges	(1,151)	-	(2,705)
	13,606	16,629	21,676
<b>Represented by</b>			
Finance lease liability - Current	8,067	8,924	8,070
Finance lease liability - Term	5,539	7,705	13,606
	13,606	16,629	21,676



### 17. Funds Held (Owed) for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects.

2021	Project No.	Opening Balances	Receipts from MoE	Payments	BOT Contributions	Closing Balances
		\$	\$	\$		\$
New Unisex Toilet	203530	(5,317)	-	-	-	(5,317)
AMS Modernisation Block 7	212377	(14,411)	15,761	-	-	1,350
Site B,C 8:Security, Fire and Drainage ILE Project	212370	109	(811)	(858)	1,560	-
Roof Replacements	212375	6,945	182,302	(188,761)	-	486
SIP - Dirt Stairs Project	225276	3,318	(8,221)	4,903	-	-
SIP Field Drainage Work	225277	32,114	-	(34,687)	-	(2,573)
Replace Water Pump	227583	225277	-	(29,985)	-	902
SIP-Asphalt Resurfacing Project	225275	9,527	-	(6,881)	-	2,646
Roof Replacement No 2 Blocks 2,3,6	225275	-	85,197	(3,195)	-	82,002
New Kitchen	231783	-	73,416	(59,400)	-	14,016
		-	-	(681)	-	(681)
<b>Totals</b>		<b>63,172</b>	<b>347,644</b>	<b>(319,545)</b>	<b>1,560</b>	<b>92,831</b>

**Represented by:**

Funds Held on Behalf of the Ministry of Education	101,402
Funds Due from the Ministry of Education	(8,571)
	<u>92,831</u>

2020	Project No.	Opening Balances	Receipts from MoE	Payments	BOT Contributions	Closing Balances
		\$	\$	\$		\$
Septic Tank Upgrade	203472	544	-	(544)	-	-
Security Alarm		(230)	-	-	230	-
New Unisex Toilet	203530	(5,317)	-	-	-	(5,317)
Electrical Works 10YPP	212373	921	(921)	-	-	-
AMS Modernisation Block 7	212377	7,710	160,696	(182,817)	-	(14,411)
Site B,C 8:Security, Fire and Drainage ILE Project	212370	109	-	-	-	109
Water Supply Reticulation	212378	(1,350)	19,744	(11,449)	-	6,945
Roof Replacements	212374	-	15,050	(15,050)	-	-
Asbestos Removal	224164	-	161,145	(157,827)	-	3,318
SIP - Dirt Stairs Project	225276	-	8,288	(8,288)	-	-
SIP Field Drainage Work	225277	-	32,960	(846)	-	32,114
Replace Water Pump	227583	-	31,500	(613)	-	30,887
		-	9,527	-	-	9,527
<b>Totals</b>		<b>2,387</b>	<b>437,989</b>	<b>(377,434)</b>	<b>230</b>	<b>63,172</b>

### 18. 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.



## 19. Remuneration

### Key management personnel compensation

Key management personnel of the School include all Board members, Principal, Deputy Principal, Assistant Principals and Team Leaders.

	2021 Actual \$	2020 Actual \$
<i>Board Members</i> Remuneration	3,575	3,095
<i>Leadership Team</i> Remuneration Full-time equivalent members	793,455 7.00	635,158 6.00
<b>Total key management personnel remuneration</b>	<b>797,030</b>	<b>638,253</b>

There are 6 members of the Board excluding the Principal. The Board had held 10 full meetings of the Board in the year. The Board also has Finance (2 members) and Property (2 members) that met 10 times. As well as these regular meetings, including preparation time, the Chair and other Board members have also been involved in ad hoc meetings.

### Principal 1

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

	2021 Actual \$000	2020 Actual \$000
<b>Salaries and Other Short-term Employee Benefits:</b>		
Salary and Other Payments	160 - 170	140 - 150
Benefits and Other Emoluments	23 - 24	20 - 25
Termination Benefits	-	-

### Other Employees

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

Remuneration \$000	2021 FTE Number	2020 FTE Number
100 - 110	2.00	2.00
110 - 120	1.00	-
	<b>3.00</b>	<b>2.00</b>

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

## 20. 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:

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



## 21. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2021 (Contingent liabilities and assets at 31 December 2020: nil).

### Holidays Act Compliance – schools payroll

The Ministry of Education performs payroll processing and payments on behalf of boards, through payroll service provider Education Payroll Limited.

The Ministry's review of the schools sector payroll to ensure compliance with the Holidays Act 2003 is ongoing. Final calculations and potential impact on any specific individual will not be known until further detailed analysis and solutions have been completed.

To the extent that any obligation cannot reasonably be quantified at 31 December 2021, a contingent liability for the school may exist.

## 22. Commitments

### (a) Capital Commitments

As at 31 December 2021 the Board has entered into contract agreements for capital works as follows:

\$84,287 contract for the New Unisex Toilet as agent for the Ministry of Education. This project is fully funded by the Ministry and \$75,085 has been received of which \$80,402 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$199,165 contract for the AMS Modernisation Block 7 as agent for the Ministry of Education. This project is fully funded by the Ministry and \$196,457 has been received of which \$195,107 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$227,664 contract for the ILE Project as agent for the Ministry of Education. This project is fully funded by the Ministry and \$202,046 has been received of which \$201,560 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$37,609 contract for the SIP - Dirt Stairs Project as agent for the Ministry of Education. This project is fully funded by the Ministry and \$32,960 has been received of which \$35,533 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$35,946 contract for the SIP Field Drainage Work as agent for the Ministry of Education. This project is fully funded by the Ministry and \$31,500 has been received of which \$30,598 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$10,585 contract for the Replace Water Pump as agent for the Ministry of Education. This project is fully funded by the Ministry and \$9,527 has been received of which \$6,881 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$127,319 contract for the SIP-Asphalt Resurfacing Project as agent for the Ministry of Education. This project is fully funded by the Ministry and \$85,197 has been received of which \$3,195 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$82,614 contract for the Roof Replacement No 2 Blocks 2,3,6 as agent for the Ministry of Education. This project is fully funded by the Ministry and \$73,416 has been received of which \$59,400 has been spent on the project to balance date. This project has been approved by the Ministry; and

Contract for the New Kitchen as agent for the Ministry of Education. This project is fully funded by the Ministry and \$0 has been received of which \$681 has been spent on the project to balance date. This project has been approved by the Ministry.



(Capital commitments as at 31 December 2020:

\$83,519 contract for the New Unisex Toilet as agent for the Ministry of Education. This project is fully funded by the Ministry and \$75,085 has been received of which \$80,402 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$200,000 contract for the AMS Modernisation Block 7 as agent for the Ministry of Education. This project is fully funded by the Ministry and \$180,696 has been received of which \$195,107 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$27,356 contract for the Site B,C 8:Security, Fire and Drainage as agent for the Ministry of Education. This project is fully funded by the Ministry and \$26,025 has been received of which \$25,916 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$197,440 contract for the ILE Project as agent for the Ministry of Education. This project is fully funded by the Ministry and \$19,744 has been received of which \$12,799 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$179,051 contract for the Roof Replacements as agent for the Ministry of Education. This project is fully funded by the Ministry and \$161,145 has been received of which \$157,827 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$36,621 contract for the SIP - Dirt Stairs Project as agent for the Ministry of Education. This project is fully funded by the Ministry and \$32,960 has been received of which \$846 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$35,000 contract for the SIP Field Drainage Work as agent for the Ministry of Education. This project is fully funded by the Ministry and \$31,500 has been received of which \$613 has been spent on the project to balance date. This project has been approved by the Ministry; and

\$10,586 contract for the Replace Water Pump as agent for the Ministry of Education. This project is fully funded by the Ministry and \$9,527 has been received of which \$0 has been spent on the project to balance date. This project has been approved by the Ministry.)

**(b) Operating Commitments**

There are no operating commitments as at 31 December 2021 (Operating commitments at 31 December 2020: nil).

**23. Financial Instruments**

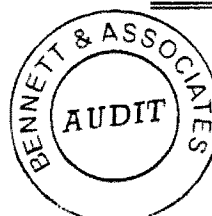
The carrying amount of financial assets and liabilities in each of the financial instrument categories are as follows:

**Financial assets measured at amortised cost**

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Cash and Cash Equivalents	359,234	19,129	278,898
Receivables	143,013	102,293	100,633
Investments - Term Deposits	45,928	19,500	45,450
<b>Total Financial assets measured at amortised cost</b>	<b>548,175</b>	<b>140,922</b>	<b>424,981</b>

**Financial liabilities measured at amortised cost**

Payables	179,355	147,934	143,409
Finance Leases	13,606	16,629	21,676
<b>Total Financial Liabilities Measured at Amortised Cost</b>	<b>192,961</b>	<b>164,563</b>	<b>165,085</b>



#### 24. Events After Balance Date

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

#### 25. Comparatives

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

#### 26. COVID 19 Pandemic on going implications

##### Impact of Covid-19

During 2021 the country moved between alert levels. During February and March 2021 Auckland was placed into alert levels 3 and 2 and other parts of the country moved into alert level 2.

Towards the end of June 2021, the Wellington region was placed into alert level 2 for one week.

Towards the end of August 2021, the entire country moved to alert level 4, with a move to alert level 3 and 2 for everyone outside the Auckland region three weeks later. While Auckland has remained in alert level 3 for a prolonged period of time the Northland and Waikato regions have also returned to alert level 3 restrictions during this period.

##### Impact on operations

Schools have been required to continue adapting to remote and online learning practices when physical attendance is unable to occur in alert level 4 and 3. Schools continue to receive funding from the Te Tāhuhu o te Mātauranga | Ministry to Education, even while closed.

However, the ongoing interruptions resulting from the moves in alert levels have impacted schools in various ways which potentially will negatively affect the operations and services of the school. We describe below the possible effects on the school that we have identified, resulting from the ongoing impacts of the COVID-19 alert level changes.

##### Reduction in locally raised funds

Under alert levels 4,3, and 2 the school's ability to undertake fund raising events in the community and/ or collect donations or other contributions from parents, may have been compromised. Costs already incurred arranging future events may not be recoverable.

##### Increased Remote learning additional costs

Under alert levels 4 and 3 ensuring that students have the ability to undertake remote or distance learning often incurs additional costs in the supply of materials and devices to students to enable alternative methods of curriculum delivery.

##### Reduction in International students

Under alert levels 4, 3, 2, and 1 International travel is heavily restricted. The school has been unable to welcome and enrol prospective international students which has resulted in a reduction in revenue from student fees & charges from International students and/or Board of Trustee operated boarding facilities.

#### 27. Breach of Law - Failure to produce Analysis of Variance

The Board have failed to comply with Section 134 of the Education and Training Act 2020 as an Analysis of Variance was not included with the Financial Statements due to closures of the school from COVID 19 impacting the assessment processes resulting in inadequate data.



## Wainui School

### Members of the Board

<b>Name</b>	<b>Position</b>	<b>How Position Gained</b>	<b>Term Expired/ Expires</b>
Nadine Phillips	Presiding Member	Elected	Sep 2022
Gillian Bray	Principal		
Nikki Browne	Parent Representative	Elected	Sep 2022
Lindsay Ledger	Parent Representative	Elected	Sep 2022
Pete Adlam	Parent Representative	Elected	Sep 2022
Chris Scott	Parent Representative	Elected	Sep 2022
Jason Irvine	Staff Representative	Elected	Sep 2022

## **Wainui School**

### **Kiwisport**

Kiwisport is a Government funding initiative to support students' participation in organised sport. In 2021, the school received total Kiwisport funding of \$4,646 (excluding GST). The funding was spent on sporting endeavours.



**INDEPENDENT AUDITOR'S REPORT  
TO THE READERS OF WAINUI SCHOOL'S  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

57 Clyde Street  
PO Box 627  
WHANGAREI 0140  
Phone: (09) 438 2312  
Fax: (09) 438 2912  
info@bennettca.co.nz  
www.bennettca.co.nz

The Auditor-General is the auditor of Wainui School (the School). The Auditor-General has appointed me, Steve Bennett, using the staff and resources of Bennett & Associates, 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 20, that comprise the statement of financial position as at 31 December 2021, 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 2021; 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 Public Benefit Entity Standards Reduced Disclosure Regime.

Our audit was completed on 5 September 2022. 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 of Trustees 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, in terms of the requirements of the Education and Training Act 2020, arise from section 87 of the Education Act 1989.

### **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 Novopay 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 arise from the Public Audit Act 2001.

### **Other information**

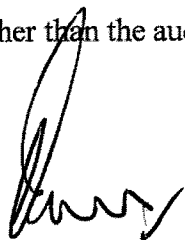
The Board is responsible for the other information. The other information comprises the Analysis of Variance, the Kiwisport Statement, the List of Trustees and Statement of Responsibility but does not include the financial statements, and our auditor's report thereon. Our opinion on the financial statements 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.



**Steve Bennett**  
**BENNETT & ASSOCIATES**  
On behalf of the Auditor-General  
Whangarei, New Zealand

