

TIKOKINO SCHOOL

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022



School Directory

Ministry Number: 2704
Principal: Hamish Natusch
School Address: 43 Owen Street
School Postal Address: RD3, Waipawa, 4273
School Phone: 06 856 5833
School Email: office@tikokino.school.nz

Members of the Board

Name	Position	How Position Gained	Term Expired/ Expires
Grant Charteris	Presiding Member	Elected May 2019	May 2025
Hamish Natusch	Principal ex Officio		
Anne Frater	Member of Staff	Elected May 2019	Sep 2022
Charly Butler	Member	Re-elected May 2019	Sep 2022
Sam Bradley	Member	Elected May 2019	May 2025
James Butler	Member	Elected May 2019	Sep 2022
Kath Keir	Member	Re-elected 2019	Sep 2022
Lara Beachen	Member of Staff	Elected	May 2025
Callum Gray	Member	Elected	May 2025
Jayde Voelkerling	Member	Elected	May 2025
Mickey Trotter	Member	Elected	May 2025

Accountant / Service Provider: Eclipse Solutions 4 Schools Ltd

TIKOKINO SCHOOL

Annual Report - For the year ended 31 December 2022

Index

Page	Statement
-------------	------------------

Financial Statements

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 - 18	Notes to the Financial Statements

Other Information

Kiwisport

Personnel Policy Compliance

Analysis of Variance

Tikokino School

Statement of Responsibility

For the year ended 31 December 2022

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

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

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2022 fairly reflects the financial position and operations of the school.

The School's 2022 financial statements are authorised for issue by the Board.

Full Name of Presiding Member

Full Name of Principal

Signature of Presiding Member

Signature of Principal

Date:

Date:

Tikokino School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Revenue				
Government Grants	2	592,294	561,567	558,598
Locally Raised Funds	3	41,695	43,840	45,096
Interest Income		5,436	1,500	1,118
Other Revenue		-	-	381
Total Revenue		639,425	606,907	605,193
Expenses				
Locally Raised Funds	3	18,946	18,620	13,922
Learning Resources	4	430,775	427,336	423,098
Administration	5	67,338	64,513	61,235
Finance		461	493	783
Property	6	108,717	94,904	94,326
		626,237	605,866	593,364
Net Surplus / (Deficit) for the Year		13,188	1,041	11,829
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		13,188	1,041	11,829

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

Tikokino School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Equity at 1 January		517,236	510,000	505,407
Total Comprehensive Revenue and Expense for the Year		13,188	1,041	11,829
Equity at 31 December		530,424	511,041	517,236
Accumulated Comprehensive Revenue and Expense Reserves		530,424	511,041	517,236
		-	-	-
Equity at 31 December		530,424	511,041	517,236

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.

Tikokino School

Statement of Financial Position

As at 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Assets				
Cash and Cash Equivalents	7	352,679	240,000	258,599
Accounts Receivable	8	32,390	26,000	41,079
GST Receivable		7,184	2,305	2,163
Prepayments		4,527	7,000	7,578
Investments	9	102,275	101,000	100,098
		499,055	376,305	409,517
Current Liabilities				
Accounts Payable	11	43,567	40,000	39,090
Revenue Received in Advance	12	19,258	-	10,097
Provision for Cyclical Maintenance	13	30,753	-	16,876
Finance Lease Liability	14	3,372	3,000	3,763
Funds Held for Capital Works Projects	15	75,078	10,500	8,891
		172,028	53,500	78,717
Working Capital Surplus/(Deficit)		327,027	322,805	330,800
Non-current Assets				
Property, Plant and Equipment	10	216,968	210,000	213,655
Work in Progress		8,820	-	-
		225,788	210,000	213,655
Non-current Liabilities				
Provision for Cyclical Maintenance	13	19,242	18,764	24,637
Finance Lease Liability	14	3,149	3,000	2,582
		22,391	21,764	27,219
Net Assets		530,424	511,041	517,236
Equity		530,424	511,041	517,236

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



Tikokino School

Statement of Cash Flows

For the year ended 31 December 2022

	Note	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Cash Flows from Operating Activities				
Government Grants		187,240	158,997	162,605
Locally Raised Funds		50,968	36,157	32,763
Goods and Services Tax (net)		(5,020)	(142)	(798)
Payments to Employees		(89,148)	(85,413)	(84,945)
Payments to Suppliers		(107,358)	(119,327)	(91,924)
Interest Paid		(461)	(493)	(783)
Interest Received		4,968	1,605	1,030
Net Cash from/(to) Operating Activities		50,984	(2,616)	17,948
Cash Flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(21,969)	(29,084)	(11,290)
Purchase of Investments		(2,177)	(902)	(887)
Net Cash from/(to) Investing Activities		(24,146)	(29,986)	(12,177)
Cash flows from Financing Activities				
Finance Lease Payments		1,056	12,394	(3,198)
Funds Administered on Behalf of Third Parties		66,186	1,609	8,891
Net Cash from/(to) Financing Activities		67,242	14,003	5,693
Net increase/(decrease) in cash and cash equivalents		94,080	(18,599)	11,464
Cash and Cash Equivalents at the Beginning of the Year	7	258,599	258,599	247,135
Cash and Cash Equivalents at the End of the Year	7	352,679	240,000	258,599

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.

Tikokino School

Notes to the Financial Statements

For the year ended 31 December 2022

1. Statement of Accounting Policies

a) Reporting Entity

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

b) Basis of Preparation

Reporting Period

The financial statements have been prepared for the period 1 January 2022 to 31 December 2022 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

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

Measurement Base

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

Presentation Currency

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

Specific Accounting Policies

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

Critical Accounting Estimates And Assumptions

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Cyclical maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 13.

Useful lives of property, plant and equipment

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



Critical Judgements in applying accounting policies

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

Classification of leases

Determining whether a lease is a finance lease or an operating lease requires judgement as to whether the lease transfers substantially all the risks and rewards of ownership to the school. A lease is classified as a finance lease if it transfers substantially all risks and rewards incidental to ownership of an underlying asset to the lessee. In contrast, an operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset to the lessee. Judgement is required on various aspects that include, but are not limited to, the fair value of the leased asset, the economic life of the leased asset, whether or not to include renewal options in the lease term, and determining an appropriate discount rate to calculate the present value of the minimum lease payments. Classification as a finance lease means the asset is recognised in the statement of financial position as property, plant, and equipment, whereas for an operating lease no such asset is recognised. Finance lease liability disclosures are contained in note 14.

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) 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.

e) 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.

f) 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.



g) 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.

h) Property, Plant and Equipment

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

Improvements (funded by the Board) to buildings owned by the Crown or directly by the board are recorded at cost, less accumulated depreciation and impairment losses.

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

Gains and losses on disposals (i.e. sold or given away) are determined by comparing the proceeds received with the carrying amounts (i.e. the book value). The gain or loss arising from the disposal of an item of property, plant and equipment is recognised in the Statement of Comprehensive Revenue and Expense.

Finance Leases

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

Depreciation

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

The estimated useful lives of the assets are:

Land & Building Improvements	0–50 years
Furniture & Equipment	5–10 years
Information & Communication Technology	3–5 years
Motor Vehicles	5 years
Textbooks	3 years
Leased Assets Held under a Finance Lease	Term of Lease
Library Resources	12.5% Diminishing value

i) 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.

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.

j) 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.



k) 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.

l) Revenue Received in Advance

Revenue received in advance relates to fees received from students and grants 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 international students, should the School be unable to provide the services to which they relate.

m) Funds held for Capital works

The school directly receives funding from the Ministry of Education for capital works projects that are included in the School five year capital works agreement. These funds are held on behalf and for a specified purpose as such these transactions are not recorded in the Statement of Revenue and Expense.

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

n) Provision for Cyclical Maintenance

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

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

The 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.

o) Financial Instruments

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

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

p) Goods and Services Tax (GST)

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

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

Commitments and contingencies are disclosed exclusive of GST.

q) Budget Figures

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

r) Services received in-kind

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

2. Government Grants

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Government Grants - Ministry of Education	187,240	166,233	163,155
Teachers' Salaries Grants	329,034	329,057	329,057
Use of Land and Buildings Grants	76,020	66,277	66,277
Other Government Grants	-	-	109
	<u>592,294</u>	<u>561,567</u>	<u>558,598</u>

The school has opted in to the donations scheme for this year. Total amount received was \$8,400.

3. Locally Raised Funds

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Revenue			
Donations & Bequests	17,927	24,000	13,644
Curriculum related Activities - Purchase of goods and services	565	400	261
Fees for Extra Curricular Activities	1,594	1,800	1,610
Fundraising & Community Grants	2,974	2,800	12,915
Other Revenue	8,840	8,840	8,858
Afcare Revenue	9,795	6,000	7,808
	<u>41,695</u>	<u>43,840</u>	<u>45,096</u>
Expenses			
Extra Curricular Activities Costs	4,614	2,000	2,091
Fundraising and Community Grant Costs	1,024	600	91
Afcare Costs	13,308	16,020	11,740
	<u>18,946</u>	<u>18,620</u>	<u>13,922</u>
<i>Surplus/ (Deficit) for the Year Locally Raised Funds</i>	<u>22,749</u>	<u>25,220</u>	<u>31,174</u>

4. Learning Resources

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Curricular	30,823	19,100	21,162
Equipment Repairs	729	1,000	96
Information and Communication Technology	636	1,500	745
Library Resources	219	150	210
Employee Benefits - Salaries	376,246	381,386	378,598
Staff Development	4,346	4,200	5,054
Depreciation	17,776	20,000	17,233
	<u>430,775</u>	<u>427,336</u>	<u>423,098</u>



5. Administration

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Audit Fee	4,902	4,920	4,759
Board Fees	3,020	4,445	3,075
Board Expenses	1,438	1,500	2,202
Communication	1,088	1,100	1,096
Consumables	4,950	4,100	3,370
Other	3,325	2,765	2,443
Employee Benefits - Salaries	41,310	37,839	36,649
Insurance	1,949	2,500	2,421
Service Providers, Contractors and Consultancy	5,356	5,344	5,220
	67,338	64,513	61,235

6. Property

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Caretaking and Cleaning Consumables	1,864	2,500	1,981
Cyclical Maintenance Provision	9,540	5,827	4,705
Grounds	3,491	3,500	1,701
Heat, Light and Water	9,764	9,000	10,709
Rates	111	100	64
Repairs and Maintenance	7,927	7,700	8,889
Use of Land and Buildings	76,020	66,277	66,277
	108,717	94,904	94,326

The use of land and buildings figure represents 5% of the school's total property value. Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

7. Cash and Cash Equivalents

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Bank Accounts	352,679	240,000	258,599
Cash and cash equivalents for Statement of Cash Flows	352,679	240,000	258,599

Of the \$352,679 Cash and Cash Equivalents, \$75,078 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 2023 on Crown owned school buildings.

Of the \$352,679 Cash and Cash Equivalents, \$19,206 of unspent grant funding is held by the School. This funding is subject to conditions which specify how the grant is required to be spent. If these conditions are not met, the funds will need to be returned.

8. Accounts Receivable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Receivables	4,407	5,900	14,314
Interest Receivable	673	100	205
Teacher Salaries Grant Receivable	27,310	20,000	26,560
	<u>32,390</u>	<u>26,000</u>	<u>41,079</u>
Receivables from Exchange Transactions	5,080	6,000	14,519
Receivables from Non-Exchange Transactions	27,310	20,000	26,560
	<u>32,390</u>	<u>26,000</u>	<u>41,079</u>

9. Investments

The School's investment activities are classified as follows:

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Asset			
Short-term Bank Deposits	102,275	101,000	100,098
	<u>102,275</u>	<u>101,000</u>	<u>100,098</u>
Total Investments	<u>102,275</u>	<u>101,000</u>	<u>100,098</u>

10. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2022						
Land & Building Improvements	183,772	-	-	-	(5,077)	178,695
Furniture & Equipment	13,908	8,152	-	-	(5,456)	16,604
Information & Communication Technology	4,422	8,844	-	-	(3,220)	10,046
Leased Assets	5,615	3,553	-	-	(3,275)	5,893
Library Resources	5,938	540	-	-	(748)	5,730
Balance at 31 December 2022	<u>213,655</u>	<u>21,089</u>	<u>-</u>	<u>-</u>	<u>(17,776)</u>	<u>216,968</u>

The net carrying value of furniture and equipment held under a finance lease is \$5,893 (2021: \$5,615)

Restrictions

There are no restrictions over the title of the school's property, plant and equipment, nor are any property, plant and equipment pledged as security for liabilities.

	2022	2022	2022	2021	2021	2021
	Cost or	Accumulated	Net Book	Cost or	Accumulated	Net Book
	Valuation	Depreciation	Value	Valuation	Depreciation	Value
	\$	\$	\$	\$	\$	\$
Land & Building Improvements	263,865	(85,170)	178,695	263,865	(80,093)	183,772
Furniture & Equipment	146,278	(129,674)	16,604	140,064	(126,156)	13,908
Information & Communication Technology	68,944	(58,898)	10,046	63,266	(58,844)	4,422
Leased Assets	11,859	(5,966)	5,893	12,739	(7,124)	5,615
Library Resources	29,638	(23,908)	5,730	29,098	(23,160)	5,938
Balance at 31 December	520,584	(303,616)	216,968	509,032	(295,377)	213,655

11. Accounts Payable

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	10,736	13,000	7,726
Accruals	4,902	1,000	3,559
Employee Entitlements - Salaries	27,310	25,000	26,560
Employee Entitlements - Leave Accrual	619	1,000	1,245
	43,567	40,000	39,090
Payables for Exchange Transactions	43,567	40,000	39,090
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-
	43,567	40,000	39,090

The carrying value of payables approximates their fair value.

12. Revenue Received in Advance

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Other Revenue in Advance	19,258	-	10,097
	19,258	-	10,097

13. Provision for Cyclical Maintenance

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Provision at the Start of the Year	41,513	41,513	36,808
Increase to the Provision During the Year	9,540	5,827	4,705
Use of the Provision During the Year	(1,058)	(28,576)	-
Provision at the End of the Year	49,995	18,764	41,513
Cyclical Maintenance - Current	30,753	-	16,876
Cyclical Maintenance - Non current	19,242	18,764	24,637
	49,995	18,764	41,513

The schools cyclical maintenance schedule details annual painting to be undertaken, the costs associated to this annual work will vary dependent on the requirements during the year. This plan is based on the schools 10 Year Property plan / Property consultant review and quotes.

14. Finance Lease Liability

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
No Later than One Year	3,372	3,000	3,764
Later than One Year and no Later than Five Years	3,882	4,000	3,200
Future Finance Charges	(733)	(1,000)	(619)
	6,521	6,000	6,345
Represented by			
Finance Lease Liability - Current	3,372	3,000	3,763
Finance Lease Liability - Non current	3,149	3,000	2,582
	6,521	6,000	6,345

15. Funds Held for Capital Works Projects

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

2022	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
AMS SIP A QLE & OLE Installation - 224977	8,891	33,653	-	-	42,544
E F Asbestos Remediation - 221247	-	56,260	(23,726)	-	32,534
Totals	8,891	89,913	(23,726)	-	75,078

Represented by:

Funds Held on Behalf of the Ministry of Education
Funds Receivable from the Ministry of Education

75,078



2021	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
	\$	\$	\$	\$	\$
AMS SIP A QLE & OLE Installation - 224977	-	12,035	(3,144)	-	8,891
Totals	-	12,035	(3,144)	-	8,891

Represented by:

Funds Held on Behalf of the Ministry of Education	8,891
Funds Receivable from the Ministry of Education	-

16. Related Party Transactions

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

Related party disclosures have not been made for transactions with related parties that are within a normal supplier or client/recipient relationship on terms and condition no more or less favourable than those that it is reasonable to expect the school would have adopted in dealing with the party at arm's length in the same circumstances. Further, transactions with other government agencies (for example, Government departments and Crown entities) are not disclosed as related party transactions when they are consistent with the normal operating arrangements between government agencies and undertaken on the normal terms and conditions for such transactions.

17. Remuneration

Key management personnel compensation

Key management personnel of the School include all Board members and Principal.

	2022 Actual \$	2021 Actual \$
<i>Board Members</i>		
Remuneration	3,020	3,075
<i>Leadership Team</i>		
Remuneration	119,808	115,262
Full-time equivalent members	1.00	1.00
Total key management personnel remuneration	122,828	118,337

There are 6 members of the Board excluding the Principal. The Board had 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:

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

Other Employees

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

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

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

18. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be board members, committee members, or employees during the financial year in relation to that cessation and number of persons to whom all or part of that total was payable was as follows:

	2022	2021
	Actual	Actual
	\$0	\$0
Total	-	-
Number of People	-	-

19. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2022 (Contingent liabilities and assets at 31 December 2021: nil).

There is a contingent asset for the possible repayment from the Ministry of Education for under spending the School's banking staffing entitlement during 2022. The Ministry has yet to decide how much it will pay to the School. We cannot reliably measure the cash repayment, but the amount we have underspent as at 31 December is approximately \$2,097. We will record the amount we receive as revenue in the 2023 financial year.

Holidays Act Compliance – schools payroll

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

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

To the extent that any obligation cannot reasonably be quantified at 31 December 2022, a contingent liability for the school may exist.



20. Commitments

(a) Capital Commitments

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

(a) \$65,711 contract E F Asbestos Remediation as agent for the Ministry of Education. This project is fully funded by the Ministry and \$56,260 has been received of which \$23,726 has been spent on the project to balance date. This project has been approved by the Ministry; and

(b) \$55,014 contract for AMS SIP A QLE & OLE Installation as agent for the Ministry of Education. The project is fully funded by the Ministry and \$45,688 has been received of which \$3,144 has been spent on the project to balance date. This project has been approved by the Ministry.

(Capital commitments at 31 December 2021: \$nil)

(b) Operating Commitments

As at 31 December 2022 the Board has not entered into any operating commitments.

(Operating commitments at 31 December 2021: \$nil)

21. Financial Instruments

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

Financial Assets Measured at Amortised Cost

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Cash and Cash Equivalents	352,679	240,000	258,599
Receivables	32,390	26,000	41,079
Investments - Term Deposits	102,275	101,000	100,098
Total Financial Assets Measured at Amortised Cost	<u>487,344</u>	<u>367,000</u>	<u>399,776</u>

Financial Liabilities Measured at Amortised Cost

Payables	43,567	40,000	39,090
Finance Leases	6,521	6,000	6,345
Total Financial Liabilities Measured at Amortised Cost	<u>50,088</u>	<u>46,000</u>	<u>45,435</u>

22. Events After Balance Date

During February 2023 the North Island of New Zealand was struck by several extreme weather events which resulted in widespread flooding, road closures, slips, and prolonged power and water outages for many communities in the Northland, Auckland, Coromandel, Bay of Plenty, Gisborne, and Hawkes Bay/Tairāwhiti regions.

While many schools were able to reopen soon after the extreme weather events, some schools have remained closed for a prolonged period.

The damage caused by extreme weather events in the Hawkes Bay/Tairāwhiti regions and the full financial impact has not yet been determined, but it is not expected to be significant to the school. The school continued to receive funding from the Ministry of Education, even while closed.

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



23. Comparatives

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

Tikokino School

Kiwisport Report

For the year ended 31 December 2022

During the year the Board was the recipient of additional Government funding for specific purposes:

Kiwisport is a Government funded initiative to support students' participation in organised sport. In 2022 the school received total Kiwisport funding of \$799 (excluding GST). The funding was put towards a range of sports equipment to resource the school to support and initiate student participation in a variety of sports.

The number of students participating in organised sport continues to be at excellent levels.

Personnel Policy Compliance (s73 and s74 Public Service Act 2020)

For the year ended 31 December 2022

The Tikokino School Board:

- 1 Has developed and implemented personnel and industrial policies, within policy and procedural frameworks set by the Government from time to time, which promote high levels of staff performance, use educational resources effectively and recognise the needs of students;
- 2 Has reviewed its compliance against both its personnel policy and procedures and Education Review Office Board assurance Statement Personnel (Section 4) and can report that it meets all requirements and identified best practice;
- 3 Is a good employer as defined by the Public Service Act 2020 and complies with the conditions contained in the employment contracts applying to teaching and non-teaching staff;
- 4 Ensures all employees and applicants for employment are treated according to their skills, qualifications, abilities and aptitudes, without bias or discrimination;
- 5 Meets all EEO requirements.