

RATA STREET SCHOOL

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

School Directory

Ministry Number: 2973
Principal: Hamish Regan
School Address: 73 Rata Street, Naenae
School Postal Address: 73 Rata Street, Naenae
School Phone: (04) 567-0096
School Email: Admin@ratastreet.school.nz

Members of the Board:

Name	Position	How Position Gained	Term Expired/ Expires
Angela Joe	Presiding Member	Elected	Aug-25
Hamish Regan	Principal ex Officio	Elected	Aug-25
Sarah O'Fee	Deputy Presiding Member	Elected	Aug-25
David Starshaw	Parent Representative	Elected	Aug-25
Ryon Sinclair	Parent Representative	Elected	Aug-25
Nicele Cooper	Staff Representative	Elected	Aug-25

Accountant / Service Provider: Miles Group Limited

RATA STREET SCHOOL

Annual Financial Statements - For the year ended 31 December 2023

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Rata Street School

Statement of Responsibility

For the year ended 31 December 2023

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

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

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

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

Angela Joe

Full Name of Presiding Member

Hamish Lauchlan Regan

Full Name of Principal

[Signature]

Signature of Presiding Member

[Signature]

Signature of Principal

19/7/24

Date:

19/7/24

Date:

Rata Street School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget \$	2022 Actual \$
Revenue				
Government Grants	2	3,371,451	2,948,884	3,388,075
Locally Raised Funds	3	111,387	50,060	38,002
Interest		25,042	-	5,598
Other Revenue		1,495	-	
Total Revenue		3,509,375	2,998,944	3,431,675
Expense				
Locally Raised Funds	3	40,977	18,600	35,368
Learning Resources	4	2,350,154	2,320,390	2,262,167
Administration	5	576,125	188,794	569,275
Finance		2,007	2,520	1,324
Property	6	493,583	467,586	500,045
Total Expense		3,462,846	2,997,890	3,368,179
Net Surplus / (Deficit) for the year		46,529	1,054	63,496
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		46,529	1,054	63,496

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

Rata Street School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Equity at 1 January		478,295	444,672	414,799
Total comprehensive revenue and expense for the year		46,529	1,054	63,496
Contribution - Furniture and Equipment Grant		11,989	1,875	
Equity at 31 December		536,812	447,601	478,295
Accumulated comprehensive revenue and expense		553,241	447,601	494,724
Other Equity Reserves		(16,429)		(16,429)
Equity at 31 December		536,812	447,601	478,295

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.

Rata Street School

Statement of Financial Position

As at 31 December 2023

	Notes	2023 Actual \$	2023 Budget \$	2022 Actual \$
Current Assets				
Cash and Cash Equivalents	7	692,821	601,879	509,091
Accounts Receivable	8	188,252	199,219	171,057
Prepayments		3,999	2,787	1,577
Inventories	9	1,833	1,480	1,128
		<u>886,905</u>	<u>805,365</u>	<u>682,853</u>
Current Liabilities				
GST Payable		(8,017)	(3,200)	57
Accounts Payable	11	195,821	340,194	188,801
Revenue Received in Advance	13	-	45,458	42,458
Provision for Cyclical Maintenance	14	109,083	59,508	9,933
Finance Lease Liability	16	6,585	690	494
Funds held in Trust	17	6,000	6,000	6,000
Funds held for Capital Works Projects	18	202,237	75,931	36,050
		<u>511,709</u>	<u>524,581</u>	<u>283,793</u>
Working Capital Surplus/(Deficit)		375,196	280,784	399,060
Non-current Assets				
Property, Plant and Equipment	10	277,946	252,314	242,566
		<u>277,946</u>	<u>252,314</u>	<u>242,566</u>
Non-current Liabilities				
Borrowings	12	46,670	23,335	-
Provision for Cyclical Maintenance	14	-	-	99,167
Painting Contract Liability	15	50,000	50,000	50,000
Finance Lease Liability	16	19,660	12,162	14,164
		<u>116,330</u>	<u>85,497</u>	<u>163,331</u>
Net Assets		<u>536,812</u>	<u>447,601</u>	<u>478,295</u>
Equity		<u>536,812</u>	<u>447,601</u>	<u>478,295</u>

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

Rata Street School

Statement of Cash Flows

For the year ended 31 December 2023

	Note	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Cash flows from Operating Activities				
Government Grants		1,325,781	1,157,886	1,153,885
Locally Raised Funds		36,993	51,474	45,879
Goods and Services Tax (net)		(8,076)	(3,199)	(1,549)
Payments to Employees		(708,267)	(603,281)	(723,589)
Payments to Suppliers		(641,747)	(653,518)	(324,569)
Interest Paid		(2,007)	(2,520)	(1,323)
Interest Received		23,697	(1,733)	4,795
Net cash from/(to) Operating Activities		26,374	(54,891)	153,529
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(57,363)	(2,728)	(1,366)
Net cash from/(to) Investing Activities		(57,363)	(2,728)	(1,366)
Cash flows from Financing Activities				
Furniture and Equipment Grant		11,989	1,875	(1,875)
Finance Lease Payments		(10,127)	(6,734)	(7,869)
Painting Contract Payments		-	50,000	50,000
Loans Received		46,670	23,335	
Funds Administered on Behalf of Other Parties		166,187	81,931	19,588
Net cash from/(to) Financing Activities		214,719	150,407	59,844
Net increase/(decrease) in cash and cash equivalents		183,730	92,788	212,007
Cash and cash equivalents at the beginning of the year	7	509,091	509,091	297,084
Cash and cash equivalents at the end of the year	7	692,821	601,879	509,091

The Statement of Cash Flows records only those cash

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

Rata Street School

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

a) Reporting Entity

Rata Street 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 2023 to 31 December 2023 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

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

Measurement Base

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

Presentation Currency

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

Specific Accounting Policies

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

Critical Accounting Estimates And Assumptions

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

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

Cyclical maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 14.

Useful lives of property, plant and equipment

The School reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment, as disclosed in the significant accounting policies, are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 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 16. Future operating lease commitments are disclosed in note 22.

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

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

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

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

Other Grants where conditions exist

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

Donations, Gifts and Bequests

Donations, gifts and bequests are recognised as an asset and revenue when the right to receive funding or the asset has been established unless there is an obligation to return funds if conditions are not met. If conditions are not met, funding is recognised as revenue in advance and recognised as revenue when conditions are satisfied.

Interest Revenue

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

d) Operating Lease Payments

Payments made under operating leases are recognised in the Statement of Comprehensive Revenue and Expense on a straight line basis over the term of the lease.

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) Inventories

Inventories are consumable items held for sale and are 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.

h) Investments

Bank term deposits are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance. A loss allowance for expected credit losses is recognised if the estimated loss allowance is material.

i) Property, Plant and Equipment

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

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

Property, plant and equipment are recorded at cost or, in the case of donated assets, fair value at the date of receipt, less accumulated depreciation and impairment losses. Cost or fair value, as the case may be, includes those costs that relate directly to bringing the asset

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.

j) 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.

k) Depreciation

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

The estimated useful lives of the assets are:

Building improvements	10-75 years
Board Owned Buildings	10-75 years
Furniture and equipment	1-15 years
Information and communication technology	4-5 years
Motor vehicles	5 years
Textbooks	3 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

l) Intangible Assets

Software costs

Computer software acquired by the School are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. Costs associated with subsequent maintenance and research expenditure are recognised as an expense in the Statement of Comprehensive Revenue and Expense when incurred.

The carrying value of software is amortised on a straight line basis over its useful life. The useful life of software is estimated as three years. The amortisation charge for each period and any impairment loss is recorded in the Statement of Comprehensive Revenue and Expense.

m) Impairment of property, plant, and equipment and intangible assets

The school does not hold any cash generating assets. Assets are considered cash generating where their primary objective is to generate a commercial return.

Non cash generating assets

Property, plant, and equipment and intangible assets held at cost that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. If such indication exists, the School estimates the asset's recoverable service amount. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

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

In determining fair value less costs to sell, the School engages an independent valuer to assess market value based on the best available information. The valuation is based on [details of the valuer's approach to determining market value (i.e. what valuation techniques have been employed, comparison to recent market transaction etc.

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

The reversal of an impairment loss is recognised in 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.

n) 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.

o) 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 and annual leave earned, by non teaching staff, but not yet taken at balance date.

Long-term employee entitlements

Employee benefits that are not expected to be settled wholly before 12 months after the end of the reporting period in which the employee provides the related service, such as retirement and long service leave, have been calculated on an actuarial basis.

The calculations are based on the likely future entitlements accruing to employees, based on years of service, years to entitlement, the likelihood that employees will reach the point of entitlement, and contractual entitlement information, and the present value of the estimated future cash flows. Remeasurements are recognised in surplus or deficit in the period in which they arise.

p) Revenue Received in Advance

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

q) Funds Held in Trust

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

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

r) Funds held for Capital works

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

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

s) Provision for Cyclical Maintenance

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

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

The School carries out painting maintenance of the whole school over a 7 to 10 year period. The economic outflow of this is dependent on the plan established by the school to meet this obligation and is detailed in the notes and disclosures of these accounts.

t) Financial Instruments

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

Investments that are shares are categorised as 'financial assets at fair value through other comprehensive revenue and expense' for accounting purposes in accordance with financial reporting standards. On initial recognition of an equity investment that is not held for trading, the School may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive revenue and expense. This election has been made for investments that are shares. Subsequent to initial recognition, these assets are measured at fair value. Dividends are recognised as income in surplus or deficit unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in other comprehensive revenue and expense and are never reclassified to surplus or deficit.

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

u) Borrowings

Borrowings on normal commercial terms are initially recognised at the amount borrowed plus transaction costs. Interest due on the borrowings is subsequently accrued and added to the borrowings balance. Borrowings are classified as current liabilities unless the school has an unconditional right to defer settlement of the liability for at least 12 months after balance date.

v) Goods and Services Tax (GST)

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

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

Commitments and contingencies are disclosed exclusive of GST.

w) Budget Figures

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

x) Services received in-kind

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

2. Government Grants

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Government Grants - Ministry of Education	1,325,781	903,214	1,461,557
Teachers' Salaries Grants	1,715,604	1,715,604	1,617,263
Use of Land and Buildings Grants	330,066	330,066	274,690
Other Government Grants	-	-	34,565
	<u>3,371,451</u>	<u>2,948,884</u>	<u>3,388,075</u>

The school has opted in to the donations scheme for this year. Total amount received was \$48,240.

3. Locally Raised Funds

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

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Revenue			
Donations & Bequests	13,561	18,000	14,115
Fees for Extra Curricular Activities	904	2,100	2,931
Trading	16,316	7,960	11,616
Fundraising & Community Grants	15,907	22,000	9,340
Other Revenue	64,699	-	-
	<u>111,387</u>	<u>50,060</u>	<u>38,002</u>
Expense			
Extra Curricular Activities Costs	27,435	12,200	18,901
Trading	4,413	6,400	7,885
Fundraising and Community Grant Costs	9,129	-	8,582
	<u>40,977</u>	<u>18,600</u>	<u>35,368</u>
	<u>70,410</u>	<u>31,460</u>	<u>2,634</u>

Surplus/ (Deficit) for the year Locally Raised Funds

4. Learning Resources

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Curricular	62,733	46,536	45,352
Library Resources	-	-	(10)
Employee Benefits - Salaries	2,229,568	2,216,354	2,151,838
Staff Development	14,156	5,500	5,887
Depreciation	43,697	40,000	59,100
	<u>2,350,154</u>	<u>2,320,390</u>	<u>2,262,167</u>

5. Administration

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Audit Fees	6,933	7,200	7,000
Board Fees	2,965	3,500	2,920
Board Expenses	1,929	2,640	4,954
Communication	11,048	22,050	5,220
Consumables	18,194	10,260	10,794
School Lunches	342,865		339,763
Operating Leases	5,342	4,560	4,473
Legal Fees	339	-	339
Other	32,068	26,900	28,741
Employee Benefits - Salaries	146,469	102,613	150,205
Insurance	4,077	3,071	3,669
Service Providers, Contractors and Consultancy	3,896	6,000	11,197
	<u>576,125</u>	<u>188,794</u>	<u>569,275</u>

6. Property

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Caretaking and Cleaning Consumables	6,034	5,296	13,111
Consultancy and Contract Services	13,316	14,554	7,800
Cyclical Maintenance	1,760	10,000	69,917
Grounds	13,049	7,000	8,318
Heat, Light and Water	36,059	28,700	28,649
Rates	993	2,079	2,673
Repairs and Maintenance	35,162	10,467	35,860
Use of Land and Buildings	330,066	330,066	274,690
Employee Benefits - Salaries	57,144	59,424	59,027
	<u>493,583</u>	<u>467,586</u>	<u>500,045</u>

The use of land and buildings

7. Cash and Cash Equivalents

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Bank Accounts	431,063	344,133	257,203
Short-term Bank Deposits	261,758	257,746	253,735
Bank Overdraft	-	-	(1,847)
Cash and cash equivalents for Statement of Cash Flows	<u>692,821</u>	<u>601,879</u>	<u>509,091</u>

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

Of the \$692,821 Cash and Cash Equivalents, \$202,237 is held by the School on behalf of the Ministry of Education. These funds have been provided by the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2024 on Crown owned school buildings.

8. Accounts Receivable

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Receivables	60,760	44,044	27,328
Interest Receivable	2,405	1,733	1,060
Teacher Salaries Grant Receivable	125,087	153,442	142,669
	<u>188,252</u>	<u>199,219</u>	<u>171,057</u>
Receivables from Exchange Transactions	63,165	45,777	28,388
Receivables from Non-Exchange Transactions	125,087	153,442	142,669
	<u>188,252</u>	<u>199,219</u>	<u>171,057</u>

9. Inventories

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Stationery	1,833	1,480	1,128
	<u>1,833</u>	<u>1,480</u>	<u>1,128</u>

10. Property, Plant and Equipment

	Opening Balance \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2023						
Buildings Improvements	151,120				(19,879)	131,241
Furniture and Equipment	58,329	57,364			(11,202)	104,491
Information and Communication Technology	11,502				(6,426)	5,076
Leased Assets	11,728	21,713			(4,954)	28,487
Library Resources	9,887				(1,236)	8,651
Balance at 31 December 2023	<u>242,566</u>	<u>79,077</u>	<u>-</u>	<u>-</u>	<u>(43,697)</u>	<u>277,946</u>

The net carrying value of assets held under a finance lease is \$28,487 (2022: \$11,728)

	2023 Cost or Valuation \$	2023 Accumulate d Depreciatio \$	2023 Net Book Value \$	2022 Cost or Valuation \$	2022 Accumulated Depreciation \$	2022 Net Book Value \$
Buildings Improvements	471,887	(340,646)	131,241	471,887	(320,767)	151,120
Furniture and Equipment	232,254	(127,764)	104,490	174,890	(116,562)	58,328
Information and Communication Technology	126,466	(121,390)	5,076	126,467	(114,964)	11,503
Leased Assets	119,380	(90,893)	28,487	97,667	(85,939)	11,728
Library Resources	57,500	(48,848)	8,652	57,500	(47,613)	9,887
Balance at 31 December 2023	<u>1,007,487</u>	<u>(729,541)</u>	<u>277,946</u>	<u>928,411</u>	<u>(685,845)</u>	<u>242,566</u>

11. Accounts Payable

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Creditors	30,738	19,717	8,696
Accruals	4,155	7,529	10,904
Employee Entitlements - Salaries	155,351	307,293	163,468
Employee Entitlements - Leave Accrual	5,577	5,655	5,733
	<u>195,821</u>	<u>340,194</u>	<u>188,801</u>
Payables for Exchange Transactions	195,821	340,194	188,801
	<u>195,821</u>	<u>340,194</u>	<u>188,801</u>

The carrying value of payables approximates their fair value.

12. Borrowings

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Loans due after one year	46,670	23,335	-
	<u>46,670</u>	<u>23,335</u>	<u>-</u>

The school has borrowings at 31 December 2023 of \$46,670 (31 December 2022 Nil). This loan is from the Energy Efficiency and Conservation Authority, a Crown Efficiency Loan for the purpose of replacing school lighting system. The loan is payable in equal instalments of \$2,592.75 over a period of 5 years.

13. Revenue Received in Advance

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Other revenue in Advance	-	45,458	42,458
	<u>-</u>	<u>45,458</u>	<u>42,458</u>

14. Provision for Cyclical Maintenance

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Provision at the Start of the Year	109,100	159,100	80,000
Increase to the Provision During the Year	1,760	10,000	29,100
Use of the Provision During the Year	(1,777)	(109,592)	
Provision at the End of the Year	<u>109,083</u>	<u>59,508</u>	<u>109,100</u>
Cyclical Maintenance - Current	109,083	59,508	9,933
Cyclical Maintenance - Non current	-	-	99,167
	<u>109,083</u>	<u>59,508</u>	<u>109,100</u>

Per the cyclical maintenance

15. Painting Contract Liability

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Due after one year	50,000	50,000	50,000
	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>

16. Finance Lease Liability

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

	2023 Actual \$	2023 Budget \$	2022 Actual \$
No Later than One Year	6,585	690	494
Later than One Year and no Later than Five Years	19,660	12,162	14,164
	<u>26,245</u>	<u>12,852</u>	<u>14,658</u>
Represented by			
Finance lease liability - Current	6,585	690	494
Finance lease liability - Non current	19,660	12,162	14,164
	<u>26,245</u>	<u>12,852</u>	<u>14,658</u>

17. Funds held in Trust

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Funds Held in Trust on Behalf of Third Parties - Current	6,000	6,000	6,000
	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>

These funds relate to

18. Funds Held for Capital Works Projects

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

		Opening Balances	Receipts from	Payments	Board	Closing Balances
	2023	\$	\$	\$	\$	\$
Playground Project	<i>Completed</i>	38,012	7,891	(99,428)	53,525	-
Hall Improvement		(1,962)	209,705	(75,443)		132,300
Boundary Gates LSM	<i>Completed</i>	-	790	(1,690)	900	-
Block A replace doors		-	32,000	(14,478)		17,522
Roof Project			72,755	(20,340)		52,415
Totals		36,050	323,141	(211,379)	54,425	202,237

Represented by:

Funds Held on Behalf of the Ministry of Education	202,237
Funds Receivable from the Ministry of Education	-
	<u>202,237</u>

		Opening Balances	Receipts from	Payments	Board	Closing Balances
	2022	\$	\$	\$	\$	\$
GSE Railing (Closed)		2,828			(2,828)	
Ramps(Closed)		5,720			(5,720)	
Office Renovation(Closed)		2,384			(2,384)	
Heatpumps(Closed)		17,250	2,049	(19,299)		
LSM Project			13,017	(13,356)	339	
Playground Project			85,560	(48,209)	600	38,012
Hall Improvement			14,093	(16,055)		(1,962)
Totals		28,182	114,719	(96,919)	(9,993)	36,050

Represented by:

Funds Held on Behalf of the Ministry of Education	38,012
Funds Receivable from the Ministry of Education	(1,962)
	<u>36,050</u>

19. 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.

20. Remuneration

Key management personnel compensation

Key management personnel of

	2023 Actual \$	2022 Actual \$
<i>Board Members</i> Remuneration	2,965	2,920
<i>Leadership Team</i> Remuneration	396,742	343,674
Full-time equivalent members	3	3
Total key management personnel remuneration	399,707	346,594

There were 5 members of the Board excluding the Principal. The Board has held 8 full meetings of the Board in the year. The Board also has Finance (1 member) committees that check payments each month. 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 1

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

	2023 Actual \$000	2022 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	150 - 160	150 - 160
Benefits and Other Emoluments	0-10	0-10

Other Employees

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

Remuneration \$000	2023 FTE Number	2022 FTE Number
100-110		1
115-120	1	
120-130	1	
	2	1

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

21. Contingencies

There are no contingent liabilities and no contingent assets as at 31 December 2023 (Contingent liabilities and assets at 31 December 2022: nil).

Pay equity settlement wash-up amounts

In 2023 the Ministry of Education provided additional funding for non-teaching collective and pay equity agreements. The school is yet to receive a final wash-up that adjusts the estimated quarterly instalments for the actual eligible staff members employed in 2023. The Ministry is in the process of determining wash-up payments or receipts for the year ended 31 December 2023. However, as at the reporting date, this amount had not been calculated and therefore is not recorded in these financial statements

22. Commitments

(a) Capital Commitments

At 31 December 2023, the Board had capital commitments of \$202,237 (2022:\$Nil) as a result of entering the following contracts:

Contract Name	Contract Amount	Spend To Date	Remaining Capital Commitment
	\$	\$	\$
Hall Improvement	209,705	(77,405)	132,300
Block A replace doors	32,000	(14,478)	17,522
Roof Project	72,755	(20,340)	52,415
Total	314,460	(112,223)	202,237

(b) Operating Commitments

As at 31 December 2023, the Board has entered into the following

(a) operating lease of TELA computers;

	2023 Actual \$	2022 Actual \$
No later than One Year	886	494
Later than One Year and No Later than Five Years	10,160	14,164
	<u>11,046</u>	<u>14,658</u>

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

	2023 Actual \$	2023 Budget \$	2022 Actual \$
Cash and Cash Equivalents	692,821	601,879	509,091
Receivables	188,252	199,219	171,057
Total financial assets measured at amortised cost	<u>881,073</u>	<u>801,098</u>	<u>680,148</u>

Financial liabilities measured at amortised cost

Payables	195,821	340,194	188,801
Borrowings - Loans	46,670	23,335	-
Finance Leases	26,245	12,852	14,658
Painting Contract Liability	50,000	50,000	50,000
Total financial liabilities measured at amortised cost	<u>318,736</u>	<u>426,381</u>	<u>253,459</u>

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.

Statement of Compliance with Employment Policy

Rata Street School Board is committed to ensuring our employment practices are fair, transparent, and compliant with legislation.

We act in good faith and treat all employees equitably, maintaining a safe, inclusive working environment and fulfilling our duty of care obligations. Employee welfare, work-life balance and flexible working arrangements are considered.

Our school recognises the importance of adhering to sound employment principles, such as good employer obligations, fair pay, and commitment to equal employment opportunities. We endeavour to ensure that these principles guide our employment practices.

We ensure all staff contracts are properly documented, and all staff are provided with appropriate resources, professional development, and support to perform their roles effectively.

As a state school, we recognise and honour the principles of the Treaty of Waitangi in all our employment practices. This includes promoting equity, partnership, and active protection for Māori staff.

We periodically review and update our employment policies to reflect changes in legislation and best practice guidelines.

Kiwisport Funding for the Year Ended 31 December 2023

The Kiwisport funding was \$1,095

These funds were spent on activities like touch rugby and netball.