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2017  
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# TAURANGA SPECIAL SCHOOL

## FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

School Address:	39 Eighteenth Ave, Tauranga
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Ministry Number:	1762

# TAURANGA SPECIAL SCHOOL

Financial Statements - For the year ended 31 December 2017

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# Tauranga Special School

## Statement of Responsibility

For the year ended 31 December 2017

The Board of Trustees 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 2017 fairly reflects the financial position and operations of the school.

The School's 2017 financial statements are authorised for issue by the Board.

Sally Ann Holburn  
Full Name of Board Chairperson

[Signature]  
Signature of Board Chairperson

31/05/2018  
Date:

Barrie Glen Wilkens  
Full Name of Principal

[Signature]  
Signature of Principal

31/05/2018  
Date:

**Tauranga Special School**  
**Statement of Comprehensive Revenue and Expense**  
For the year ended 31 December 2017

		2017	2017	2016
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
<b>Revenue</b>				
Government Grants	2	4,520,340	1,827,023	3,675,834
Locally Raised Funds	3	222,960	314,350	199,026
Interest Earned		722	3,500	3,369
Other Revenue		3,640	4,300	4,356
		<u>4,747,661</u>	<u>2,149,173</u>	<u>3,882,585</u>
<b>Expenses</b>				
Locally Raised Funds	3	17,787	-	11,146
Learning Resources	4	3,661,124	1,609,800	3,177,501
Administration	5	214,942	249,730	256,875
Finance		10,298	-	6,654
Property	6	504,676	129,800	347,548
Depreciation	7	113,023	61,500	63,569
Loss on Disposal of Property, Plant and Equipment		1,974	-	-
		<u>4,523,824</u>	<u>2,050,630</u>	<u>3,863,293</u>
<b>Net Surplus / (Deficit) for the year</b>		<b>223,838</b>	<b>98,543</b>	<b>19,292</b>
Revaluation of available for sale of shares		13,496	-	(12,553)
<b>Total Comprehensive Revenue and Expense for the Year</b>		<u><u>237,334</u></u>	<u><u>98,543</u></u>	<u><u>6,739</u></u>

The above Statement of Comprehensive Revenue and Expense should be read in conjunction with the accompanying notes.



**Tauranga Special School**  
**Statement of Changes in Net Assets/Equity**  
For the year ended 31 December 2017

	Actual 2017 \$	Budget (Unaudited) 2017 \$	Actual 2016 \$
<b>Balance at 1 January</b>	465,008	465,006	459,105
Total comprehensive revenue and expense for the year	237,334	98,543	6,739
Capital Contributions from the Ministry of Education			
Contribution - Furniture and Equipment Grant	-	-	-
Adjustment to Reserves			(836)
<b>Equity at 31 December</b>	702,342	563,549	465,008
<b>Retained Earnings</b>	699,348	563,549	475,510
<b>Reserves</b>	2,994	-	(10,502)
<b>Equity at 31 December</b>	702,342	563,549	465,008
<b>Reserves</b>			
<u>Available for sale reserve - Shares</u>			
Opening Balance	(10,502)	-	2,051
Revaluation	13,496	-	(12,553)
Closing Balance	2,994	-	(10,502)

The above Statement of Changes in Net Assets/Equity should be read in conjunction with the accompanying notes.



**Tauranga Special School**  
**Statement of Financial Position**  
As at 31 December 2017

		2017	2017	2016
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
<b>Current Assets</b>				
Cash and Cash Equivalents	8	135,279	205,685	107,142
Accounts Receivable	9	181,397	118,822	118,822
GST Receivable		17,240	22,694	22,694
Prepayments		6,396	4,089	4,089
Work in Progress - Outdoor Therapy Centre		-	91,152	91,153
		<u>340,312</u>	<u>442,442</u>	<u>343,900</u>
<b>Current Liabilities</b>				
Accounts Payable	13	171,004	167,603	167,603
Provision for Cyclical Maintenance	14	-	1,125	1,125
Finance Lease Liability - Current Portion	15	43,878	19,048	19,048
		<u>214,882</u>	<u>187,776</u>	<u>187,776</u>
<b>Working Capital Surplus/(Deficit)</b>		<b>125,430</b>	<b>254,666</b>	<b>156,124</b>
<b>Non-current Assets</b>				
Investments	10	32,939	19,443	19,443
Property, Plant and Equipment	12	656,783	326,447	326,448
		<u>689,722</u>	<u>345,890</u>	<u>345,891</u>
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	14	6,946	3,006	3,006
Finance Lease Liability	15	105,864	34,001	34,001
		<u>112,810</u>	<u>37,007</u>	<u>37,007</u>
<b>Net Assets</b>		<u><u>702,342</u></u>	<u><u>563,549</u></u>	<u><u>465,008</u></u>
<b>Equity</b>		<u><u>702,342</u></u>	<u><u>563,549</u></u>	<u><u>465,008</u></u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.



**Tauranga Special School**  
**Statement of Cash Flows**  
For the year ended 31 December 2017

		2017	2017	2016
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
<b>Cash flows from Operating Activities</b>				
Government Grants		2,114,943	1,827,023	1,659,452
Locally Raised Funds		188,959	318,650	247,761
Goods and Services Tax (net)		5,454	-	(7,247)
Payments to Employees		(384,016)	(391,300)	(154,044)
Payments to Suppliers		(1,630,141)	(1,592,830)	(1,635,801)
Cyclical Maintenance Payments in the year		-	(5,000)	-
Interest Paid		(10,298)	-	(6,654)
Interest Received		722	3,500	3,369
<b>Net cash from / (to) the Operating Activities</b>		<b>285,624</b>	<b>160,043</b>	<b>106,836</b>
<b>Cash flows from Investing Activities</b>				
Purchase of PPE (and Intangibles)		(332,661)	(61,499)	(156,306)
<b>Net cash from / (to) the Investing Activities</b>		<b>(332,660)</b>	<b>(61,499)</b>	<b>(156,306)</b>
<b>Cash flows from Financing Activities</b>				
Finance Lease Payments		(15,979)	0.24	(5,442)
Funds Administered on Behalf of Third Parties		-	-	(29,139)
Funds Held for Capital Works Projects		91,153	-	-
<b>Net cash from Financing Activities</b>		<b>75,174</b>	<b>0</b>	<b>(34,581)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>28,137</b>	<b>98,544</b>	<b>(84,051)</b>
Cash and cash equivalents at the beginning of the year	8	107,142	107,142	191,193
<b>Cash and cash equivalents at the end of the year</b>	<b>8</b>	<b>135,279</b>	<b>205,686</b>	<b>107,142</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.



# Tauranga Special School

## Notes to the Financial Statements

### 1. Statement of Accounting Policies

For the year ended 31 December 2017

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

Tauranga Special School (the School) is a Crown entity as specified in the Crown Entities Act 2004 and a school as described in the Education Act 1989. The Board of Trustees (the Board) is of the view that the School is a public benefit entity for financial reporting purposes.

#### **b) Basis of Preparation**

##### **Reporting Period**

The financial reports have been prepared for the period 1 January 2017 to 31 December 2017 and in accordance with the requirements of the Public Finance Act 1989.

##### **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 Act 1989 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.

##### **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**

The School reviews the details of lease agreements at the end of each reporting date. The School believes the classification of each lease as either operation or finance is appropriate and reflects the nature of the agreement in place. Finance leases are disclosed at note 15.

**Recognition of grants**

The School reviews the grants monies received at the end of each reporting period and whether any require a provision to carryforward 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.

Use of land and buildings grants are recorded as revenue in the period the School uses the land and buildings. 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.

**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) Use of Land and Buildings Expense**

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of 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 expense that is offset by a non-cash grant from the Ministry.

**e) Operating Lease Payments**

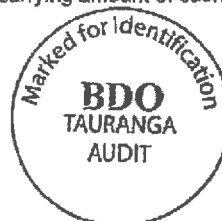
Payments made under operating leases are recognised in the Statement of Comprehensive Revenue and Expense on a straight line basis over the term of the lease.

**f) 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.

**g) 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.



#### **h) Accounts Receivable**

Accounts Receivable represents items that the School has issued invoices for or accrued for, but has not received payment for at year end. Receivables are initially recorded at fair value and subsequently recorded at the amount the School realistically expects to receive. A receivable is considered uncollectable where there is objective evidence the School will not be able to collect all amounts due. The amount that is uncollectable (the provision for uncollectibility) is the difference between the amount due and the present value of the amounts expected to be collected.

#### **i) Investments**

Bank term deposits are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance.

Investments that are shares are categorised as "available for sale" for accounting purposes in accordance with financial reporting standards. Share investments are recognised initially by the School at fair value plus transaction costs. At balance date the School has assessed whether there is any evidence that an investment is impaired. Any impairment, gains or losses are recognised in the Statement of Comprehensive Revenue and Expense.

After initial recognition bank term deposits are measured at amortised cost using the effective interest method less impairment.

#### **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.

Property, plant and equipment acquired with individual values under \$1,000 are not capitalised, they are recognised as an expense in the Statement of Comprehensive Revenue and Expense.

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.

#### **Leased Assets**

Leases where the School assumes substantially all the risks and rewards of ownership are classified as finance leases. The assets acquired by way of finance lease are measured at an amount equal to the lower of their fair value and the present value of the minimum lease payments at inception of the lease, less accumulated depreciation and impairment losses. Leased assets and corresponding liability are recognised in the Statement of Financial Position and leased assets are depreciated over the period the School is expected to benefit from their use or over the term of the lease.

#### **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 to Crown Owned Assets	10-50 years
Furniture and equipment	4-10 years
Information and communication technology	2-10 years
Motor vehicles	5 years
Leased assets held under a Finance Lease	3-5 years
Library resources	12.5% Diminishing value



**k) 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.

**l) 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.

**m) Employee Entitlements**

*Short-term employee entitlements*

Employee benefits that are due to be settled within 12 months after the end of the period in which the employee renders the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, annual leave earned to but not yet taken at balance date.

**n) Revenue Received In Advance**

Revenue received in advance relates to fees received from 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.

**o) Provision for Cyclical Maintenance**

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

Cyclical maintenance, which involves painting the interior and exterior of the School, makes up the most significant part of the Board's responsibilities outside day-to-day maintenance. The provision for cyclical maintenance represents the obligation the Board has to the Ministry and is based on the Board's ten year property plan ('10YPP).

**p) Financial Assets and Liabilities**

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 "loans and receivables" for accounting purposes in accordance with financial reporting standards.

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

**q) 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.



**r) Budget Figures**

The budget figures are extracted from the School budget that was approved by the Board at the start of the year.

**s) 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.



### 7. Government Grants

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Operational grants	451,213	370,959	344,317
Teachers' salaries grants	2,040,295	-	1,816,669
Use of Land and Buildings grants	370,318	-	199,713
Other MoE Grants/Special Education	1,658,513	1,456,064	1,315,135
	<b>4,520,340</b>	<b>1,827,023</b>	<b>3,675,834</b>

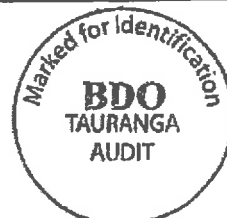
### 8. Locally Raised Funds

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

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
<b>Revenue</b>			
Donations	144,154	21,500	120,423
Fundraising Activities	64,730	20,350	1,775
Curriculum Recoveries	14,076	272,500	73,993
	-	-	2,835
	<b>222,960</b>	<b>314,350</b>	<b>199,026</b>
<b>Expenses</b>			
Activities	8,705	-	10,581
Fundraising (costs of raising funds)	9,082	-	565
	<b>17,787</b>	<b>-</b>	<b>11,146</b>
<b>Surplus for the year Locally raised funds</b>	<b>205,173</b>	<b>314,350</b>	<b>187,880</b>

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Curricular	30,052	36,500	51,820
Information and communication technology	22,795	25,000	26,483
Employee benefits - salaries	2,270,149	228,500	1,816,669
Resource/attached teacher costs	1,331,133	1,302,300	1,271,247
Staff development	6,995	17,300	11,282
	<b>3,661,124</b>	<b>1,609,600</b>	<b>3,177,501</b>

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Audit Fee	328	6,000	3,036
Board of Trustees Fees	3,465	5,000	5,195
Board of Trustees Expenses	7,321	8,450	15,834
Communication	5,710	6,000	6,048
Consumables	11,222	9,500	7,951
Operating Lease	14,747	34,500	10,150
Other	10,974	19,380	53,119
Employee Benefits - Salaries	134,998	144,800	135,473
Insurance	5,368	3,100	3,069
Service Providers, Contractors and Consultancy	20,810	13,000	17,000
	<b>214,942</b>	<b>249,730</b>	<b>256,875</b>



	2017	2017	2016
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	41,637	43,000	42,554
Consultancy and Contract Services	-	-	14,303
Cyclical Maintenance Expense	2,815	5,000	(46,566)
Grounds	4,499	100	62
Heat, Light and Water	31,586	28,500	29,263
Rates	1,414	3,000	2,606
Repairs and Maintenance	34,012	29,200	60,192
Lease - Property	-	-	29,000
Use of Land and Buildings	370,318	-	199,713
Security	3,170	3,000	-
Employee Benefits - Salaries	15,226	18,000	16,421
	<u>504,676</u>	<u>129,800</u>	<u>347,548</u>

The use of land and buildings figure represents 8% of the school's total property value. This is used as a 'proxy' for the market rental of the property. 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.

	2017	2017	2016
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Building Improvements	17,860	4,500	4,426
Furniture and Equipment	26,944	35,000	27,200
Information and Communication Technology	31,438	22,000	24,723
Motor Vehicles	7,940	-	2,804
Leased Assets	19,526	-	1,531
Other Assets	9,315	-	2,885
	<u>113,023</u>	<u>61,500</u>	<u>63,569</u>

	2017	2017	2016
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Cash on Hand	419	419	419
Bank Current Account	122,319	145,549	47,006
Bank Call Account	12,542	59,717	59,717
Cash equivalents and bank overdraft for Cash Flow Statement	<u>135,279</u>	<u>205,685</u>	<u>107,142</u>

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

	2017	2017	2016
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Receivables	37,641	-	-
Receivables from the Ministry of Education	16,543	21,760	21,760
Teacher Salaries Grant Receivable	127,213	97,062	97,062
	<u>181,397</u>	<u>118,822</u>	<u>118,822</u>
Receivables from Exchange Transactions	37,641	-	-
Receivables from Non-Exchange Transactions	143,756	118,822	118,822
	<u>181,397</u>	<u>118,822</u>	<u>118,822</u>



### 13. Investments

The School's investment activities are classified as follows:

	2017 Actual	2017 Budget (Unaudited)	2016 Actual
Non-current Asset Shares	\$ 32,939	\$ 19,443	\$ 19,443

The school holds 4,102 shares in Trustpower Limited and Tilt Renewables Limited. The school has received approval to hold the shares under section 28 of schedule 6 of the Education Act 1989.

During the 2016 year the School resolved to upgrade the Outdoor Therapy Centre. This was funded out of Grants and School fundraising. At 31 December 2016, the School had received funds of \$120,423, which was recorded as income. The costs incurred to 31 December 2016, are showing as Work in Progress. The project was completed in 2017 and the project has been transferred and recognised as an asset.

	2017 Actual	2017 Budget (Unaudited)	2016 Actual
Work in Progress - Outdoor Therapy Centre	\$ -	\$ 91,152	\$ 91,153

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2017						
Building Improvements	47,804	182,949	(1,486)	-	(17,860)	211,407
Furniture and Equipment	161,505	1,176	(488)	-	(26,944)	135,249
Information and Communication Technology	87,435	14,498	-	-	(31,438)	70,495
Motor Vehicles	8,866	58,924	-	-	(7,940)	59,851
Leased Assets	5,620	112,672	-	-	(19,526)	98,766
Library Resources	-	-	-	-	-	-
Other Assets	15,218	75,113	-	-	(9,315)	81,016
<b>Balance at 31 December 2017</b>	<b>326,448</b>	<b>445,332</b>	<b>(1,974)</b>	<b>-</b>	<b>(113,023)</b>	<b>656,783</b>

	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$
2017			
Building Improvements	245,432	(34,025)	211,407
Furniture and Equipment	362,002	(226,753)	135,249
Information and Communication Technology	224,048	(153,553)	70,495
Motor Vehicles	204,859	(145,008)	59,851
Leased Assets	119,823	(21,057)	98,766
Library Resources	7,170	(7,170)	-
Other Assets	203,017	(122,001)	81,016
<b>Balance at 31 December 2017</b>	<b>1,366,350</b>	<b>(709,567)</b>	<b>656,783</b>



	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
<b>2016</b>						
Building Improvements	52,230	-	-	-	(4,426)	47,804
Furniture and Equipment	176,878	11,828	-	-	(27,200)	161,506
Information and Communication Technology	67,472	44,685	-	-	(24,723)	87,434
Motor Vehicles	11,670	-	-	-	(2,804)	8,866
Leased Assets	-	7,151	-	-	(1,531)	5,620
Library Resources	-	-	-	-	-	-
Other Assets	17,450	653	-	-	(2,885)	15,218
<b>Balance at 31 December 2016</b>	<b>325,700</b>	<b>64,317</b>	<b>-</b>	<b>-</b>	<b>(63,569)</b>	<b>326,448</b>

	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
<b>2016</b>			
Building Improvements	64,260	(16,456)	47,804
Furniture and Equipment	377,283	(215,778)	161,505
Information and Communication Technology	209,550	(122,116)	87,435
Motor Vehicles	145,934	(137,068)	8,866
Leased Assets	7,151	(1,531)	5,620
Library Resources	7,170	(7,170)	-
Other Assets	127,904	(112,686)	15,218
<b>Balance at 31 December 2016</b>	<b>939,253</b>	<b>(612,805)</b>	<b>326,448</b>

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Operating creditors	15,086	47,377	47,377
Accruals	9,480	7,865	7,865
Employee Entitlements - salaries	129,661	97,062	97,062
Employee Entitlements - leave accrual	16,777	15,299	15,299
	<b>171,004</b>	<b>167,603</b>	<b>167,603</b>
Payables for Exchange Transactions	171,004	167,603	167,603
	<b>171,004</b>	<b>167,603</b>	<b>167,603</b>

The carrying value of payables approximates their fair value.

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Provision at the Start of the Year	4,131	4,131	50,697
Increase to the Provision During the Year	2,815	5,000	(46,566)
Provision at the End of the Year	<b>6,946</b>	<b>9,131</b>	<b>4,131</b>
Cyclical Maintenance - Current	-	1,125	1,125
Cyclical Maintenance - Term	6,946	3,006	3,006
	<b>6,946</b>	<b>4,131</b>	<b>4,131</b>





**15 Finance lease agreements**

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

	2017 Actual	2017 Budget (Unaudited)	2016 Actual
No Later than One Year	\$ 43,878	\$ -	\$ 19,048
Later than One Year and no Later than Five Years	105,864	-	34,001
Later than Five Years	-	-	-
	<u>149,742</u>	<u>-</u>	<u>53,049</u>

**16 Capital works projects**

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

	2016	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contribution/ (Write-off to R&M)	Closing Balances \$
Playground Development	<i>completed</i>	(249)	-	-	249	-
<b>Totals</b>		<u>(249)</u>	<u>-</u>	<u>-</u>	<u>249</u>	<u>-</u>

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.

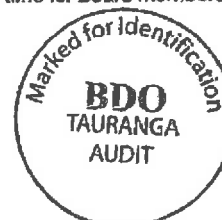
Related party disclosures have not been made for transactions with related parties that are within a normal supplier or client/recipient relationship on terms and condition no more or less favourable than those that it is reasonable to expect the school would have adopted in dealing with the party at 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.

**Key management personnel compensation**

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

	2017 Actual \$	2016 Actual \$
<b>Board Members</b>		
Remuneration	3,468	5,195
Full-time equivalent members	-	-
<b>Leadership Team</b>		
Remuneration	426,164	-
Full-time equivalent members	4	-
<b>Total key management personnel remuneration</b>	<u>429,632</u>	<u>5,195</u>
<b>Total full-time equivalent personnel</b>	<u>4.00</u>	<u>-</u>

The full time equivalent for Board members has been determined based on attendance at Board meetings, Committee meetings and for other obligations of the Board, such as stand downs and suspensions, plus the estimated time for Board members to prepare for meetings.



**Principal**

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

	2017 Actual \$000	2016 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	140 - 150	140 - 150
Benefits and Other Emoluments	3 - 4	3 - 4

**Other Employees**

There are no employees, apart from the principal, with remuneration greater than \$100,000

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

	2017 Actual \$0	2016 Actual \$0
Total	Nil	Nil
Number of People		

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2017 (Contingent liabilities and assets at 31 December 2016: nil).

**(a) Capital Commitments**

As at 31 December 2017 the Board has no entered into any contract agreements for capital work.

As at 31 December 2016 the Board had entered into contract agreements to build an Outdoor Therapy Centre. Some of this work was completed in before the 31st of December 2016. The project was completed early in the 2017 financial year.

**(b) Operating Commitments**

As at 31 December 2017 the Board has entered into the following contracts:

(a) operating lease of a photocopier;

	2017 Actual \$	2016 Actual \$
No later than One Year	9,434	7,821
Later than One Year and No Later than Five Years	19,136	5,941
Later than Five Years	-	-
	<u>28,570</u>	<u>13,762</u>

The School's capital is its equity and comprises capital contributions from the Ministry of Education for property, plant and equipment and accumulated surpluses and deficits. The School does not actively manage capital but attempts to ensure that income exceeds spending in most years. Although deficits can arise as planned in particular years, they are offset by planned surpluses in previous years or ensuing years.



23. Financial Instruments

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

Loans and receivables

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Cash and Cash Equivalents	135,279	205,685	107,142
Receivables	181,397	118,822	118,822
<b>Total Loans and Receivables</b>	<b>316,676</b>	<b>324,507</b>	<b>225,964</b>

Financial liabilities measured at amortised cost

Payables	171,004	167,603	167,603
Finance Leases	149,741	53,049	53,049
<b>Total Financial Liabilities Measured at Amortised Cost</b>	<b>320,746</b>	<b>220,652</b>	<b>220,652</b>

24. Events After Balance Date

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

