

HUKARERE GIRLS' COLLEGE

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

School Directory

Ministry Number: 435
Principal: Shona West
School Address: 17 Shaw Road
School Postal Address: 17 Shaw Road RD 2, Napier, 4182
School Phone: 06 835 8452
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Accountant / Service Provider:

Education Services.
Dedicated to your school

HUKARERE GIRLS' COLLEGE

Annual Report - For the year ended 31 December 2021

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Hukarere Girls' College

Statement of Responsibility

For the year ended 31 December 2021

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

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

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

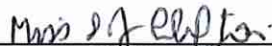
The School's 2021 financial statements are authorised for issue by the Board.

Paul W. Howison.
Full Name of Presiding Member
*Limited Statutory
Manager.*


Signature of Presiding Member

23 September 2022
Date:

STEPHANIE J. CLIFTON
Full Name of Principal


Signature of Principal

23 September 2022
Date:

Hukarere Girls' College
Statement of Comprehensive Revenue and Expense
For the year ended 31 December 2021

		2021	2021	2020
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Revenue				
Government Grants	2	1,524,729	1,424,700	1,446,255
Locally Raised Funds	3	159,620	95,577	98,972
Use of Land and Buildings Integrated		64,476	133,165	132,060
Interest Income		1,313	1,000	1,831
		<u>1,750,138</u>	<u>1,654,442</u>	<u>1,679,118</u>
Expenses				
Locally Raised Funds	3	80,429	39,562	48,351
Learning Resources	4	1,117,912	1,124,500	1,031,570
Administration	5	348,925	184,559	225,694
Finance		434	387	1,221
Property	6	207,047	254,787	240,434
Depreciation	11	35,018	47,796	44,452
Loss on Disposal of Property, Plant and Equipment		1,093	-	-
Loss on Uncollectable Accounts Receivable		1,981	-	875
Amortisation of Equitable Lease		3,890	3,890	3,890
		<u>1,796,729</u>	<u>1,655,481</u>	<u>1,596,487</u>
Net Surplus / (Deficit) for the year		(46,591)	(1,039)	82,631
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>(46,591)</u>	<u>(1,039)</u>	<u>82,631</u>

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

Hukarere Girls' College
Statement of Changes in Net Assets/Equity
For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Equity at 1 January		629,822	629,822	534,622
Total comprehensive revenue and expense for the year		(46,591)	(1,039)	82,631
Capital Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		2,837	-	4,839
Turakina Endowment Expenditure		1,062	-	(12,917)
Prior Period Adjustment		-	-	20,647
Equity at 31 December		587,130	628,783	629,822
Retained Earnings		587,130	628,783	629,822
Equity at 31 December		587,130	628,783	629,822

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.

Hukarere Girls' College
Statement of Financial Position
As at 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Assets				
Cash and Cash Equivalents	7	435,752	520,428	504,993
Accounts Receivable	8	142,155	167,349	167,349
GST Receivable		4,637	-	-
Prepayments		12,417	5,807	5,807
Inventories	9	33,963	31,438	31,438
Investments	10	19,867	52,249	19,687
		648,791	777,271	729,274
Current Liabilities				
GST Payable		-	6,380	6,380
Accounts Payable	13	111,569	109,992	109,992
Revenue Received in Advance	14	24,683	-	15,335
Finance Lease Liability	16	1,557	2,504	2,504
Funds held in Trust	17	25,068	54,677	39,342
		162,877	173,553	173,553
Working Capital Surplus/(Deficit)		485,914	603,718	555,721
Non-current Assets				
Investments (more than 12 months)	10	33,782	-	32,562
Property, Plant and Equipment	11	143,250	100,733	104,295
Equitable Leasehold Interest	12	27,229	27,229	31,119
		204,261	127,962	167,976
Non-current Liabilities				
Provision for Cyclical Maintenance	15	101,901	101,601	90,579
Finance Lease Liability	16	1,144	1,296	3,296
		103,045	102,897	93,875
Net Assets		587,130	628,783	629,822
Equity		587,130	628,783	629,822

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

Hukarere Girls' College
Statement of Cash Flows
For the year ended 31 December 2021

		2021	2021	2020
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Cash flows from Operating Activities				
Government Grants		604,618	501,328	504,617
Locally Raised Funds		159,672	96,577	90,290
Goods and Services Tax (net)		(11,017)	-	6,734
Payments to Employees		(312,030)	(244,828)	(255,159)
Payments to Suppliers		(423,351)	(288,131)	(304,567)
Interest Paid		(434)	(387)	(1,221)
Interest Received		1,914	1,000	2,800
Net cash from/(to) Operating Activities		19,372	65,559	43,494
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(74,954)	(48,124)	(6,072)
Purchase of Investments		(1,400)	-	(2,168)
Net cash from/(to) Investing Activities		(76,354)	(48,124)	(8,240)
Cash flows from Financing Activities				
Furniture and Equipment Grant		2,837	-	4,839
Finance Lease Payments		(822)	(2,000)	(16,231)
Funds Administered on Behalf of Third Parties		(14,274)	-	2,247
Net cash from/(to) Financing Activities		(12,259)	(2,000)	(9,145)
Net increase/(decrease) in cash and cash equivalents		(69,241)	15,435	26,109
Cash and cash equivalents at the beginning of the year	7	504,993	504,993	478,884
Cash and cash equivalents at the end of the year	7	435,752	520,428	504,993

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.

Hukarere Girls' College

Notes to the Financial Statements

For the year ended 31 December 2021

1. Statement of Accounting Policies

a) Reporting Entity

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

b) Basis of Preparation

Reporting Period

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

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

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

Measurement Base

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

Presentation Currency

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

Specific Accounting Policies

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

Critical Accounting Estimates And Assumptions

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

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

Cyclical maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's long term maintenance plan which is prepared as part of its 10 Year Property Planning process. During the year, the Board assesses the reasonableness of its 10 Year Property Plan on which the provision is based. Cyclical maintenance is disclosed at note 15.

Useful lives of property, plant and equipment

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

Critical Judgements in applying accounting policies

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

Classification of leases

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

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

The property from which the School operates is owned by the Proprietor. Grants for the use of land and buildings are also not received in cash by the school however they equate to the deemed expense for using the land and buildings. This expense is based on an assumed market rental yield on the land and buildings as used for rating purposes.

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

Other Grants

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

Donations, Gifts and Bequests

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

Interest Revenue

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

d) Operating Lease Payments

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

e) Finance Lease Payments

Finance lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term on an effective interest basis.

f) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, bank balances, deposits held at call with banks, and other short term highly liquid investments with original maturities of 90 days or less, and bank overdrafts. The carrying amount of cash and cash equivalents represent fair value.

g) Accounts Receivable

Short-term receivables are recorded at the amount due, less an allowance for credit losses (uncollectable debts). The schools receivables are largely made up of funding from the Ministry of Education, therefore the level of uncollectable debts is not considered to be material. However, short-term receivables are written off when there is no reasonable expectation of recovery.

h) Inventories

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

i) Investments

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

j) Property, Plant and Equipment

Land and buildings owned by the Proprietor 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 Proprietor 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 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:

Furniture and Equipment	5-20 years
Information and Communication Technology	4-5 years
Motor Vehicles	5-10 years
Textbooks	8 years
Library Resources	12.5% DV
Leased assets held under a Finance Lease	Term of Lease

k) Intangible Assets

Software costs

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

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

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

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

Non cash generating assets

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

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

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

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

m) Accounts Payable

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

n) Employee Entitlements

Short-term employee entitlements

Employee entitlements that are expected to be settled within 12 months after the end of the reporting period in which the employees provide the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, annual leave earned, by non teaching staff, to but not yet taken at balance date.

Long-term employee entitlements

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

The calculations are based on the likely future entitlements accruing to employees, based on years of service, years to entitlement, the likelihood that employees will reach the point of entitlement, and contractual entitlement information, and the present value of the estimated future cash flows.

o) Revenue Received in Advance

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

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

p) Funds Held in Trust

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

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

q) Shared Funds

Shared Funds are held on behalf of a cluster of participating schools as agreed with the Ministry of Education. The cluster of schools operate activities outside of the School's control. These amounts are not recorded in the Statement of Comprehensive Revenue and Expenses. The School holds sufficient funds to enable the funds to be used for their intended purpose.

r) Provision for Cyclical Maintenance

The property from which the school operates is owned by the Proprietor. The Board is responsible for maintaining the land, buildings and other facilities on the School site in a state of good order and repair.

Cyclical maintenance, which involves painting the interior and exterior of the School, makes up the most significant part of the Board's responsibilities outside day-to-day maintenance. The provision is a reasonable estimate, based on an up to date 10 Year Property Plan (10YPP) or another appropriate source of evidence.

s) Financial Instruments

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

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

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

t) Borrowings

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

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

u) Goods and Services Tax (GST)

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

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

Commitments and contingencies are disclosed exclusive of GST.

v) Budget Figures

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

w) Services received in-kind

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

2. Government Grants

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Operational Grants	508,862	448,828	463,501
Teachers' Salaries Grants	911,437	960,872	899,061
Other MoE Grants	93,765	15,000	83,693
Other Government Grants	10,665	-	-
	1,524,729	1,424,700	1,446,255

The school has opted in to the donations scheme for this year. Total amount received was \$15,521.

3. Locally Raised Funds

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue			
Donations & Bequests	1,284	-	12,393
Fees for Extra Curricular Activities	4,042	6,457	9,092
Trading	36,758	32,000	34,977
Fundraising & Community Grants	63,796	5,000	1,949
Other Revenue	53,740	52,120	40,561
	159,620	95,577	98,972
Expenses			
Extra Curricular Activities Costs	26,884	10,762	12,665
Trading	34,782	28,800	35,611
Fundraising & Community Grant Costs	18,763	-	75
	80,429	39,562	48,351
<i>Surplus for the year Locally raised funds</i>	79,191	56,015	50,621

4. Learning Resources

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Curricular	45,663	62,820	40,056
Library Resources	253	200	169
Employee Benefits - Salaries	1,040,473	1,023,930	965,154
Staff Development	2,622	10,000	1,190
Information & Communication Technology	26,021	25,550	22,488
Equipment Repairs	2,880	2,000	2,513
	1,117,912	1,124,500	1,031,570

5. Administration

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Audit Fee	8,624	8,100	7,610
Board Fees	4,155	6,250	5,300
Board Expenses	38,968	8,500	34,075
Intervention Costs & Expenses	30,791	-	-
Communication	1,927	2,300	4,747
Consumables	15,760	9,520	7,965
Legal Fees	7,659	-	-
Other	50,389	23,979	26,781
Employee Benefits - Salaries	125,838	119,850	131,842
Insurance	4,194	4,500	4,409
Service Providers, Contractors and Consultancy	2,464	1,560	2,965
Healthy School Lunch Programme	58,156	-	-
	<u>348,925</u>	<u>184,559</u>	<u>225,694</u>

6. Property

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Caretaking and Cleaning Consumables	14,029	10,860	11,775
Cyclical Maintenance Provision	11,322	11,022	11,322
Grounds	6,192	6,540	6,051
Heat, Light and Water	31,852	27,780	22,939
Repairs and Maintenance	11,308	6,500	3,552
Use of Land and Buildings	64,476	133,165	132,060
Security	3,034	1,000	1,496
Employee Benefits - Salaries	36,242	24,420	22,947
Vehicle Running	14,128	11,000	8,170
Consultancy And Contract Services	14,464	22,500	20,122
	<u>207,047</u>	<u>254,787</u>	<u>240,434</u>

In 2021, the Proprietor revised the notional rent rate from 8% to 5% to align it with the Government Capital Charge rate. This is considered to be a reasonable proxy for the market rental yield on the value of land and buildings used by schools. Accordingly in 2021, the use of land and buildings figure represents 5% of the school's total property value.

7. Cash and Cash Equivalents

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Bank Accounts	435,752	520,428	504,993
Cash and cash equivalents for Statement of Cash Flows	<u>435,752</u>	<u>520,428</u>	<u>504,993</u>

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

8. Accounts Receivable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Receivables	33,494	92,303	33,546
Receivables from the Ministry of Education	31,426	-	9,466
Banking Staffing Underuse	13,075	-	49,291
Interest Receivable	301	902	902
Teacher Salaries Grant Receivable	63,859	74,144	74,144
	<u>142,155</u>	<u>167,349</u>	<u>167,349</u>
Receivables from Exchange Transactions	33,795	93,205	34,448
Receivables from Non-Exchange Transactions	108,360	74,144	132,901
	<u>142,155</u>	<u>167,349</u>	<u>167,349</u>

9. Inventories

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Stationery	-	-	125
Uniform	33,963	31,438	31,313
	<u>33,963</u>	<u>31,438</u>	<u>31,438</u>

10. Investments

The School's investment activities are classified as follows:

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Asset			
Short-term Bank Deposits	19,867	52,249	19,687
Non-current Asset			
Long-term Bank Deposits	33,782	-	32,562
Total Investments	<u>53,649</u>	<u>52,249</u>	<u>52,249</u>

11. Property, Plant and Equipment

2021	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
Furniture and Equipment	34,283	24,057	-	-	(11,280)	47,060
Information and Communication Technology	17,406	50,212	-	-	(12,791)	54,827
Motor Vehicles	43,772	-	-	-	(7,294)	36,478
Textbooks	759	-	-	-	(535)	224
Leased Assets	5,301	112	(1,093)	-	(2,729)	1,591
Library Resources	2,775	684	-	-	(389)	3,070
Balance at 31 December 2021	104,296	75,065	(1,093)	-	(35,018)	143,250

The net carrying value of equipment held under a finance lease is \$1,591 (2020: \$5,301)

	2021 Cost or Valuation \$	2021 Accumulated Depreciation \$	2021 Net Book Value \$	2020 Cost or Valuation \$	2020 Accumulated Depreciation \$	2020 Net Book Value \$
Furniture and Equipment	209,431	(162,371)	47,060	185,374	(151,091)	34,283
Information and Communication Technology	167,574	(112,747)	54,827	117,362	(99,957)	17,405
Motor Vehicles	184,809	(148,331)	36,478	184,809	(141,037)	43,772
Textbooks	34,481	(34,257)	224	34,481	(33,722)	759
Leased Assets	93,298	(91,707)	1,591	93,967	(88,666)	5,301
Library Resources	18,088	(15,018)	3,070	17,404	(14,629)	2,775
Balance at 31 December	707,681	(564,431)	143,250	633,397	(529,102)	104,295

12. Equitable Leasehold Interest

An equitable leasehold interest recognises an interest in an asset without transferring ownership or creating a charge over the asset. This equitable leasehold interest represents the board's interest in capital works assets owned by the proprietor but paid for in whole or in part by the Board of Trustees, either from Government funding or from community raised funds.

A lease between the board and the proprietor records the terms of the equitable leasehold interest and includes a detailed schedule of capital works assets. The equitable leasehold interest is amortised over 10-40 years based on the economic life of the capital works asset(s) involved. The interest may be realised on the sale of the capital works by the proprietor or the closure of the school.

The major capital works assets included in the equitable leasehold interest are:

	2021 Actual \$	2021 Budget \$	2020 Actual \$
Equitable Leasehold Interest	27,229	27,229	31,119
	<u>27,229</u>	<u>27,229</u>	<u>31,119</u>

13. Accounts Payable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Creditors	29,546	25,440	25,440
Accruals	10,313	7,840	7,840
Employee Entitlements - Salaries	63,859	74,144	74,144
Employee Entitlements - Leave Accrual	7,851	2,568	2,568
	<u>111,569</u>	<u>109,992</u>	<u>109,992</u>
Payables for Exchange Transactions	111,569	109,992	109,992
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)	-	-	-
Payables for Non-exchange Transactions - Other	-	-	-
	<u>111,569</u>	<u>109,992</u>	<u>109,992</u>

The carrying value of payables approximates their fair value.

14. Revenue Received in Advance

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Revenue in Advance	24,683	-	15,335
	<u>24,683</u>	<u>-</u>	<u>15,335</u>

15. Provision for Cyclical Maintenance

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Provision at the Start of the Year	90,579	90,579	79,257
Increase to the Provision During the Year	11,325	11,022	11,322
Adjustment to the Provision	(3)	-	-
Provision at the End of the Year	<u>101,901</u>	<u>101,601</u>	<u>90,579</u>
Cyclical Maintenance - Current	-	-	-
Cyclical Maintenance - Term	101,901	101,601	90,579
	<u>101,901</u>	<u>101,601</u>	<u>90,579</u>

16. Finance Lease Liability

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
No Later than One Year	1,789	2,504	2,504
Later than One Year and no Later than Five Years	1,486	1,296	3,296
Future finance charges	(574)	-	-
	2,701	3,800	5,800
Represented by			
Finance lease liability - Current	1,557	2,504	2,504
Finance lease liability - Term	1,144	1,296	3,296
	2,701	3,800	5,800

17. Funds held in Trust

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Funds Held in Trust on Behalf of Third Parties - Current	25,068	54,677	39,342
Funds Held in Trust on Behalf of Third Parties - Non-current	-	-	-
	25,068	54,677	39,342

These funds relate to arrangements where the school is acting as an agent. These amounts are not revenue or expenditure of the school and therefore are not included in the Statement of Comprehensive Revenue and Expense.

17. Related Party Transactions

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

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

The Proprietor of the School (The Te Aute Trust Board) is a related party of the Board because the proprietor appoints representatives to the Board, giving the proprietor significant influence over the Board. Any services or contributions between the Board and Proprietor have been disclosed appropriately, if the proprietor collects fund on behalf of the school (or vice versa) the amounts are disclosed.

The Proprietor provides land and buildings free of charge for use by the Board as noted in Note 1(c). The estimated value of this use during 2021 is included in the Statement of Comprehensive Revenue and Expense as "Use of land and buildings".

18. Remuneration

Key management personnel compensation

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

	2021 Actual \$	2020 Actual \$
<i>Board Members</i>		
Remuneration	4,155	5,300
<i>Leadership Team</i>		
Remuneration	441,490	400,945
Full-time equivalent members	4.00	3.75
Total key management personnel remuneration	445,645	406,245

There are 11 members of the Board excluding the Principal. The Board had held 8 full meetings of the Board in the year. The Board also has Finance (0 members) and Property (0 members) that met 0 and 0 times respectively. 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:

	2021 Actual \$000	2020 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	0 - 10	80 - 90
Benefits and Other Emoluments	0 - 1	2 - 3
Termination Benefits	-	-

Principal 2

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

Salary and Other Payments	110 - 120	30 - 40
Benefits and Other Emoluments	3 - 4	-
Termination Benefits	-	-

Principal 3

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

Salary and Other Payments	-	20 - 30
Benefits and Other Emoluments	-	-
Termination Benefits	-	-

Other Employees

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

Remuneration \$000	2021 FTE Number	2020 FTE Number
100 - 110	2.00	1.00
110 - 120	-	1.00
	2.00	2.00

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

19. Compensation and Other Benefits Upon Leaving

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

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

20. Contingencies

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

Holidays Act Compliance – schools payroll

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

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

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

21. Commitments

(a) Capital Commitments

There are no capital commitments as at 31 December 2021 (Capital commitments at 31 December 2020: nil).

(b) Operating Commitments

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

22. Financial Instruments

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

Financial assets measured at amortised cost

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Cash and Cash Equivalents	435,752	520,428	504,993
Receivables	142,155	167,349	167,349
Investments - Term Deposits	53,649	52,249	52,249
Total Financial assets measured at amortised cost	631,556	740,026	724,591

Financial liabilities measured at amortised cost

Payables	111,569	109,992	109,992
Finance Leases	2,701	3,800	5,800
Total Financial Liabilities Measured at Amortised Cost	114,270	113,792	115,792

23. Events After Balance Date

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

24. Comparatives

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

25. COVID 19 Pandemic on going implications

Impact of Covid-19

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

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

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

Impact on operations

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

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

Reduction in locally raised funds

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

Increased Remote learning additional costs

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

Hukarere Girls' College

Members of the Board

Name	Position	How Position Gained	Term Expired/ Expires
Heke Taumaunu	Presiding Member	Appointed	Jun 2021
Vinay Talley	Presiding Member	Elected	Sep 2022
Shona West	Principal		
Richard Schumacher	Acting Principal	Appointed	Feb 2021
Marguerite Ruri	Parent Representative	Elected	Sep 2022
Stanley Ruri	Parent Representative	Elected	Sep 2022
Cherie Merryless-Clarke	Parent Representative	Elected	Aug 2021
Kahra Te Whaiti	Parent Representative	Elected	Nov 2021
Paul Puna	Parent Representative	Appointed	Sep 2022
Karl Iaveta	Staff Representative	Elected	Sep 2021
Noeline Terere	Staff Representative	Appointed	Sep 2022
Huia Beattie	Proprietors Representative	Appointed	Apr 2021
Maui Tangohau	Proprietors Representative	Appointed	Apr 2021
Kirby Beach	Proprietors Representative	Appointed	Apr 2021
Bishop Waitohiariki Quayle	Proprietors Representative	Appointed	Sep 2022
Mere Pohatu	Proprietors Representative	Appointed	Sep 2022
Rose Gould-Lardelli	Proprietors Representative	Appointed	Sep 2022
Joleen Perry	Proprietors Representative	Appointed	Sep 2022
Paul Howison	Limited Statutory Manager	Appointed	
Romina Watene	Student Representative	Elected	Nov 2021
Keelah Paniora	Student Representative	Elected	Sep 2022

Hukarere Girls' College

Kiwisport

Kiwisport is a Government funding initiative to support students' participation in organised sport. In 2021, the school received total Kiwisport funding of \$1,719 (excluding GST). The funding was spent on sporting endeavours.