

# TE KURA KAUPAPA MAORI O BERNARD FERGUSSON

Annual Report - For the year ended 31 December 2018

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# Te Kura Kaupapa Maori O Bernard Fergusson

## Statement of Responsibility

For the year ended 31 December 2018

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 2018 fairly reflects the financial position and operations of the school.

The School's 2018 financial statements are authorised for issue by the Board.

<u>Tina Ngawaero Korohoke</u>	<u>Paul Wesley Pagan</u>
Full Name of Board Chairperson	Full Name of Principal
<u>Korohoke</u>	<u>Pagan</u>
Signature of Board Chairperson	Signature of Principal
<u>30 July 2019</u>	<u>1 August 2019</u>
Date:	Date:

**Te Kura Kaupapa Maori O Bernard Fergusson**  
**Statement of Comprehensive Revenue and Expense**  
For the year ended 31 December 2018

	Notes	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
<b>Revenue</b>				
Government Grants	2	1,732,563	1,645,870	1,685,520
Locally Raised Funds	3	92,332	73,000	64,739
Interest Earned		18,253	10,000	10,477
		<u>1,843,148</u>	<u>1,728,870</u>	<u>1,760,736</u>
<b>Expenses</b>				
Locally Raised Funds	3	84,745	82,000	21,866
Learning Resources	4	1,073,091	1,110,020	1,103,219
Administration	5	105,843	103,300	91,739
Finance		6,383	5,500	1,483
Property	6	367,101	346,250	332,868
Depreciation	7	86,310	77,500	70,862
Loss on Disposal of Property, Plant and Equipment		-	-	2,251
Transport		5,757	4,300	4,041
		<u>1,729,230</u>	<u>1,728,870</u>	<u>1,628,329</u>
<b>Net Surplus / (Deficit) for the year</b>		<b>113,918</b>	<b>-</b>	<b>132,407</b>
Other Comprehensive Revenue and Expenses		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<u><b>113,918</b></u>	<u><b>-</b></u>	<u><b>132,407</b></u>

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



**Te Kura Kaupapa Maori O Bernard Fergusson**  
**Statement of Changes in Net Assets/Equity**  
For the year ended 31 December 2018

	Actual 2018 \$	Budget (Unaudited) 2018 \$	Actual 2017 \$
<b>Balance at 1 January</b>	1,159,048	1,159,048	1,026,641
Total comprehensive revenue and expense for the year Capital Contributions from the Ministry of Education	113,918	-	132,407
<b>Equity at 31 December</b>	1,272,966	1,159,048	1,159,048
Retained Earnings	1,272,966	1,159,048	1,159,048
Reserves	-	-	-
<b>Equity at 31 December</b>	1,272,966	1,159,048	1,159,048

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



**Te Kura Kaupapa Maori O Bernard Fergusson**  
**Statement of Financial Position**  
As at 31 December 2018

		2018	2018	2017
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
<b>Current Assets</b>				
Cash and Cash Equivalents	8	490,950	384,548	465,259
Accounts Receivable	9	92,348	88,000	58,909
GST Receivable		4,818	5,000	-
Prepayments		11,299	10,000	8,982
Inventories	10	1,110	1,500	3,872
Investments	11	361,279	350,000	291,530
		<u>961,804</u>	<u>839,048</u>	<u>828,552</u>
<b>Current Liabilities</b>				
GST Payable		-	-	5,064
Accounts Payable	13	89,773	82,000	85,492
Revenue Received in Advance	14	3,819	4,000	2,532
Finance Lease Liability - Current Portion	16	25,706	25,000	7,743
Funds held for Capital Works Projects	17	108,169	108,000	82,075
		<u>227,467</u>	<u>219,000</u>	<u>182,906</u>
<b>Working Capital Surplus/(Deficit)</b>		<b>734,337</b>	<b>620,048</b>	<b>645,646</b>
<b>Non-current Assets</b>				
Property, Plant and Equipment	12	569,914	570,000	552,253
		<u>569,914</u>	<u>570,000</u>	<u>552,253</u>
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	15	-	-	26,938
Finance Lease Liability	16	31,285	31,000	11,913
		<u>31,285</u>	<u>31,000</u>	<u>38,851</u>
<b>Net Assets</b>		<u><u>1,272,966</u></u>	<u><u>1,159,048</u></u>	<u><u>1,159,048</u></u>
<b>Equity</b>		<u><u>1,272,966</u></u>	<u><u>1,159,048</u></u>	<u><u>1,159,048</u></u>

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



**Te Kura Kaupapa Maori O Bernard Fergusson**  
**Statement of Cash Flows**  
For the year ended 31 December 2018

		2018	2018	2017
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
<b>Cash flows from Operating Activities</b>				
Government Grants		542,555	658,126	564,512
Locally Raised Funds		135,780	116,792	64,462
Goods and Services Tax (net)		(9,881)	(10,050)	12,324
Payments to Employees		(175,175)	(217,050)	(193,480)
Payments to Suppliers		(306,411)	(331,555)	(235,258)
Cyclical Maintenance Payments in the year		(61,380)	(36,950)	(1,000)
Interest Paid		(6,383)	(5,500)	(1,483)
Interest Received		17,272	9,150	10,809
<b>Net cash from / (to) the Operating Activities</b>		<b>136,376</b>	<b>182,963</b>	<b>220,886</b>
<b>Cash flows from Investing Activities</b>				
Proceeds from Sale of PPE (and Intangibles)		-	(24,120)	
Purchase of PPE (and Intangibles)		(53,494)	(87,467)	(111,234)
Purchase of Investments		(69,749)	(148,650)	(92,483)
Proceeds from Sale of Investments		-	-	
<b>Net cash from / (to) the Investing Activities</b>		<b>(123,243)</b>	<b>(260,237)</b>	<b>(203,717)</b>
<b>Cash flows from Financing Activities</b>				
Finance Lease Payments		(13,536)	61,540	(3,553)
Funds Held for Capital Works Projects		26,095	22,640	82,075
<b>Net cash from Financing Activities</b>		<b>12,558</b>	<b>84,180</b>	<b>78,522</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>25,691</b>	<b>6,906</b>	<b>95,691</b>
Cash and cash equivalents at the beginning of the year	8	465,259	465,259	369,568
<b>Cash and cash equivalents at the end of the year</b>	<b>8</b>	<b>490,950</b>	<b>472,165</b>	<b>465,259</b>

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

The above Cash Flow Statement should be read in conjunction with the accompanying notes.



# Te Kura Kaupapa Maori O Bernard Fergusson

## Notes to the Financial Statements

### For the year ended 31 December 2018

#### 1. Statement of Accounting Policies

##### a) Reporting Entity

Te Kura Kaupapa Maori O Bernard Fergusson 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 2018 to 31 December 2018 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 16.

***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) Inventories**

Inventories are consumable items held for sale and comprise 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.

#### **j) Investments**

Bank term deposits for periods exceeding 90 days are classified as investments and are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance. After initial recognition bank term deposits are measured at amortised cost using the effective interest method less impairment.

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 any investments categorised as available for sale are measured at their fair value without any deduction for transaction costs the school may incur on sale or other disposal.

The School has met the requirements of Schedule 6 para 28 of the Education Act 1989 in relation to the acquisition of investment securities.

#### **k) 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	40 years
Furniture and equipment	10 years
Information and communication technology	5 years
Motor vehicles	5 years
Leased assets held under a Finance Lease	3 years
Library resources	12.5% Diminishing value

### **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 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.

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

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

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



**p) 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).

**q) 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.

Investments that are shares are categorised as "available for sale" 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.

**r) 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.

**s) Budget Figures**

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

**t) 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

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
Operational grants	486,918	450,870	486,109
Teachers' salaries grants	948,156	900,000	917,576
Use of Land and Buildings grants	220,768	200,000	219,449
Resource teachers learning and behaviour grants	-	-	3,334
Other MoE Grants	34,429	50,000	13,672
Transport grants	42,292	45,000	45,380
	<u>1,732,563</u>	<u>1,645,870</u>	<u>1,685,520</u>

## 3. Locally Raised Funds

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

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
<b>Revenue</b>			
Donations	1,212	-	16,000
Activities	12,583	64,000	43,566
Trading	8,478	8,000	2,559
Fundraising	-	1,000	2,614
Overseas Travel	70,059	-	-
	<u>92,332</u>	<u>73,000</u>	<u>64,739</u>
<b>Expenses</b>			
Activities	2,702	72,000	14,321
Trading	10,802	10,000	1,509
Fundraising costs	-	-	6,036
Overseas Travel	71,241	-	-
	<u>84,745</u>	<u>82,000</u>	<u>21,866</u>
	<u>7,587</u>	<u>(9,000)</u>	<u>42,873</u>

*Surplus/ (Deficit) for the year Locally raised funds*

### Overseas Travel

The school had a cross cultural trip to Rarotonga during year to retrace the footsteps of our ancestors and to reinforce and reaffirm cultural mores taught in tikanga-a-iwi (social studies). 29 students, 4 staff members and 1 guardian went on the trip. The trip was funded by parent contributions, donations and board contributions.

## 4. Learning Resources

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
Curricular	38,437	66,000	44,476
Information and communication technology	5,974	6,500	3,764
Extra-curricular activities	7,627	16,750	39,191
Employee benefits - salaries	1,014,171	1,012,500	1,011,668
Staff development	6,882	8,270	4,120
	<u>1,073,091</u>	<u>1,110,020</u>	<u>1,103,219</u>

## 5. Administration

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
Audit Fee	3,500	3,200	3,200
Board of Trustees Fees	5,000	5,000	5,000
Board of Trustees Expenses	-	2,000	406
Communication	6,530	6,100	7,845
Consumables	4,313	3,750	3,368
Other	25,374	30,450	17,443
Employee Benefits - Salaries	43,055	38,500	39,374
Insurance	7,331	5,800	4,803
Service Providers, Contractors and Consultancy	10,740	8,500	10,300
	<u>105,843</u>	<u>103,300</u>	<u>91,739</u>



## 6. Property

	2018	2018	2017
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	4,845	4,500	4,036
Cyclical Maintenance Expense	34,442	10,000	5,998
Grounds	8,586	35,000	13,639
Heat, Light and Water	9,303	10,500	9,980
Repairs and Maintenance	22,198	16,250	13,221
Use of Land and Buildings	220,768	200,000	219,449
Security	5,743	10,000	5,574
Employee Benefits - Salaries	61,216	60,000	60,971
	<b>367,101</b>	<b>346,250</b>	<b>332,868</b>

The use of land and buildings figure represents 8% of the school's total property value. Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

## 7. Depreciation

	2018	2018	2017
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Building Improvements	5,362	4,815	5,362
Furniture and Equipment	26,912	24,165	22,872
Information and Communication Technology	18,300	16,435	20,101
Grounds	7,313	6,565	6,457
Motor Vehicles	9,174	8,240	9,174
Leased Assets	18,315	16,445	6,023
Library Resources	934	835	873
	<b>86,310</b>	<b>77,500</b>	<b>70,862</b>

## 8. Cash and Cash Equivalents

	2018	2018	2017
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Cash on Hand	494	400	-
Bank Current Account	490,456	384,148	403,083
Bank Call Account	-	-	2,176
Short-term Bank Deposits	-	-	60,000
Cash and cash equivalents for Cash Flow Statement	<b>490,950</b>	<b>384,548</b>	<b>465,259</b>

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

Of the \$490,456 Cash and Cash Equivalents, \$108,170 is held by the School on behalf of the Ministry of Education. These funds are required to be spent in 2019 on Crown owned school buildings under the School's Five Year Property Plan.



## 9. Accounts Receivable

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
Receivables	131	-	-
Receivables from the Ministry of Education	20,800	20,000	-
Interest Receivable	3,150	3,000	2,169
Teacher Salaries Grant Receivable	68,267	65,000	56,740
	<u>92,348</u>	<u>88,000</u>	<u>58,909</u>
Receivables from Exchange Transactions	3,281	3,000	2,169
Receivables from Non-Exchange Transactions	89,067	85,000	56,740
	<u>92,348</u>	<u>88,000</u>	<u>58,909</u>

## 10. Inventories

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
Stationery	459	500	515
School Uniforms	651	1,000	3,357
	<u>1,110</u>	<u>1,500</u>	<u>3,872</u>

## 11. Investments

The School's investment activities are classified as follows:

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
Current Asset			
Short-term Bank Deposits	361,279	350,000	291,530

## 12. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2018						
Building Improvements	157,336			-	(5,362)	151,974
Furniture and Equipment	155,779	25,421			(26,912)	154,288
Information and Communication	51,289				(18,300)	32,989
Grounds	127,470	26,709			(7,313)	146,866
Motor Vehicles	36,694	-	-		(9,174)	27,520
Leased Assets	17,573	50,477			(18,315)	49,735
Library Resources	6,112	1,364			(934)	6,542
<b>Balance at 31 December 2018</b>	<u>552,253</u>	<u>103,971</u>	<u>-</u>	<u>-</u>	<u>(86,310)</u>	<u>569,914</u>

	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
2018			
Building Improvements	214,443	(62,469)	151,974
Furniture and Equipment	281,447	(127,159)	154,288
Information and Communication	107,935	(74,946)	32,989
Grounds	170,328	(23,462)	146,866
Motor Vehicles	45,868	(18,348)	27,520
Leased Assets	75,666	(25,931)	49,735
Library Resources	30,690	(24,148)	6,542
<b>Balance at 31 December 2018</b>	<u>926,377</u>	<u>(356,483)</u>	<u>569,914</u>



2017	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
Building Improvements	162,698				(5,362)	157,336
Furniture and Equipment	132,001	50,465	(3,815)		(22,872)	155,779
Information and Communication Grounds	61,898	9,492			(20,101)	51,289
Motor Vehicles	128,194	5,733			(6,457)	127,470
Leased Assets		45,868			(9,174)	36,694
Library Resources	14,802	8,794			(6,023)	17,573
	5,746	1,239			(873)	6,112
<b>Balance at 31 December 2017</b>	<b>505,339</b>	<b>121,591</b>	<b>(3,815)</b>	<b>-</b>	<b>(70,862)</b>	<b>552,253</b>

2017	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
Building Improvements	214,443	(57,107)	157,336
Furniture and Equipment	261,095	(105,316)	155,779
Information and Communication Grounds	107,935	(56,646)	51,289
Motor Vehicles	143,619	(16,149)	127,470
Leased Assets	45,868	(9,174)	36,694
Library Resources	25,189	(7,616)	17,573
	29,326	(23,214)	6,112
<b>Balance at 31 December 2017</b>	<b>827,475</b>	<b>(275,222)</b>	<b>552,253</b>

### 13. Accounts Payable

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
Operating creditors	9,535	10,000	15,698
Accruals	6,325	6,000	5,865
Banking staffing overuse	-	-	160
Employee Entitlements - salaries	68,267	60,000	56,740
Employee Entitlements - leave accrual	5,646	6,000	7,029
	<b>89,773</b>	<b>82,000</b>	<b>85,492</b>
Payables for Exchange Transactions	89,773	82,000	85,492
	<b>89,773</b>	<b>82,000</b>	<b>85,492</b>

The carrying value of payables approximates their fair value.

### 14. Revenue Received in Advance

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
Other	3,819	4,000	2,532
	<b>3,819</b>	<b>4,000</b>	<b>2,532</b>



### 15. Provision for Cyclical Maintenance

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
Provision at the Start of the Year	26,938	26,938	21,940
Increase/ (decrease) to the Provision During the Year	34,442	(26,938)	4,998
Use of the Provision During the Year	(61,380)		
Provision at the End of the Year	-	-	26,938
Cyclical Maintenance - Current	-	-	-
Cyclical Maintenance - Term	-	-	26,938
	-	-	26,938

### 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:

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
No Later than One Year	25,706	25,000	7,743
Later than One Year and no Later than Five Years	31,285	31,000	11,913
	56,991	56,000	19,656

### 17. Funds Held for Capital Works Projects

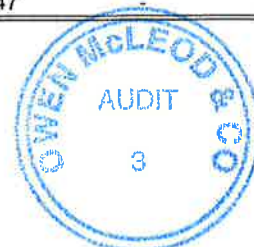
During the year the School received and applied funding from the Ministry of Education for the following capital works projects:

	2018	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions	Closing Balances \$
Floor & Wall Lining Etc	<i>completed</i>	82,075		82,075		-
Block B Breakout Space	<i>in progress</i>	-	134,645	26,476		108,169
Totals		82,075	134,645	108,551	-	108,169

#### Represented by:

Funds Held on Behalf of the Ministry of Education	108,169
Funds Due from the Ministry of Education	-
	108,169

	2017	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions	Closing Balances \$
Floor & Wall Lining Etc	<i>in progress</i>		98,322	16,247	-	82,075
Totals		-	98,322	16,247	-	82,075





## 18. Related Party Transactions

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

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

## 19. Remuneration

### Key management personnel compensation

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

	2018 Actual \$	2017 Actual \$
<i>Board Members</i>		
Remuneration	5,000	5,000
Full-time equivalent members	0.12	0.08
<i>Leadership Team</i>		
Remuneration	276,922	305,643
Full-time equivalent members	3	3
Total key management personnel remuneration	281,922	310,643
Total full-time equivalent personnel	3.12	3.08

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:

	2018 Actual \$000	2017 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	140 - 150	120-130
Benefits and Other Emoluments	0-5	0-5

### Other Employees

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

Remuneration \$000	2018 FTE Number	2017 FTE Number
	-	-
	0.00	0.00

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



## 20. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2018 (Contingent liabilities and assets at 31 December 2017: nil).

### Holidays Act Compliance – schools payroll

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

The Ministry has commenced a review of the schools sector payroll to ensure compliance with the Holidays Act 2003. The initial phase of this review has identified areas of non-compliance, however the potential impact on any specific school or individual and any associated historical liability will not be known until further detailed analysis has been completed.

To the extent that any obligation cannot reasonably be quantified at 31 December 2018, a contingent liability for the school may exist.

## 21. Commitments

### (a) Capital Commitments

As at 31 December 2018 the Board has entered into contract agreements for capital works as follows:

(a) \$149,606 contract for the development of break out space of Block B, which will be fully funded by the Ministry of Education. \$134,645 has been received of which \$26,475 has been spent on the project to date.

(Capital commitments at 31 December 2017: nil)

### (b) Operating Commitments

As at 31 December 2018 the Board has entered into the following contracts:

	2018 Actual \$	2017 Actual \$
No later than One Year	-	94
Later than One Year and No Later than Five Years	-	-
	<hr/>	<hr/>
	-	94

## 22. Managing Capital

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

	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
Cash and Cash Equivalents	490,950	384,548	465,259
Receivables	92,348	88,000	58,909
Investments - Term Deposits	361,279	350,000	291,530
<b>Total Loans and Receivables</b>	<b>944,577</b>	<b>822,548</b>	<b>815,698</b>

#### Financial liabilities measured at amortised cost

Payables	89,773	82,000	85,492
Finance Leases	56,991	56,000	19,656
<b>Total Financial Liabilities Measured at Amortised Cost</b>	<b>146,764</b>	<b>138,000</b>	<b>105,148</b>

### 24. Events After Balance Date

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

### 25. Breach of Law-Failure to meet Statutory Reporting Deadline

The Board of Trustees did not comply with section 87A(1) of the Education Act 1989 in that it did not submit its annual financial statements for audit by the 31st March 2019.



**Te Kura Kaupapa Maori O Bernard Fergusson**

**For the year ended 31 December 2018**

**Kiwisport:**

Kiwisport is a Government funding initiative to support student's participation in organised sport.

In 2018, Te Kura Kaupapa Maori O Bernard Fergusson received a total of \$2,312.19 (excluding GST) in total of Kiwisport funding.

The funding was spent on sports equipment.