

Leabank School

Annual Report for the year ended 31 December 2020

Ministry Number:	1339
Principal:	Rex Madden
School Address:	7 Dr Pickering Avenue, Auckland
School Postal Address:	7 Dr Pickering Avenue, Manukau, 2102
School Phone:	09-2676939
School Email:	admin@leabank.school.nz
Service Provider:	Edtech Financial Services Ltd

Leabank School

Members of the Board of Trustees

For the year ended 31 December 2020

Name	Position	How position on Board gained	Term expired/expires
Rex Maddren	Principal		
Louise Stowers	Chairperson	Co-opted Dec 2020	May 2022
Jordan Tavui	Parent Rep	Co-opted July 2019	May 2022
Jennifer Heka	Parent Rep	Co-opted July 2019	May 2022
Claire Tusa	Staff Rep	Elected June 2019	May 2022
Hokimai Popata	Parent Rep	Co-opted August 2019	May 2022
Francis Joseph	Parent Rep	Co-opted Dec 2020	May 2022

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Leabank School

Annual Report

For the year ended 31 December 2020

Index

Page	Statement
	Financial Statements
1	Statement of Responsibility
2	Statement of Comprehensive Revenue and Expense
3	Statement of Changes in Net Assets/Equity
4	Statement of Financial Position
5	Statement of Cash Flows
6 - 18	Notes to the Financial Statements
	Other Information
	Analysis of Variance
	Kiwisport

Leabank School
Statement of Responsibility
For the year ended 31 December 2020

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.

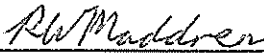
It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2020 fairly reflects the financial position and operations of the school.

The School's 2020 financial statements are authorised for issue by the Board.

Louise Stowers
Full Name of Board Chairperson

REX MADDREN
Full Name of Principal


Signature of Board Chairperson


Signature of Principal

2/6/2021
Date:

2/6/2021
Date:

UHY HAINES NORTON (AUCKLAND) LIMITED
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Leabank School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2020

	Notes	2020 Actual \$	2020 Budget (Unaudited) \$	2019 Actual \$
Revenue				
Government Grants	2	3,865,875	2,988,000	3,608,450
Locally Raised Funds	3	57,398	46,000	106,773
Interest Income		5,076	8,000	7,463
		<u>3,928,349</u>	<u>3,042,000</u>	<u>3,722,686</u>
Expenses				
Locally Raised Funds	3	13,322	-	55,451
Learning Resources	4	2,569,880	2,376,800	2,432,260
Administration	5	237,196	232,500	237,860
Finance		1,842	-	1,227
Property	6	1,012,814	361,000	915,927
Depreciation	7	86,485	80,000	89,766
Loss on Disposal of Property, Plant and Equipment		5,792	-	4,208
		<u>3,927,331</u>	<u>3,050,300</u>	<u>3,736,699</u>
Net Surplus / (Deficit) for the year		1,018	(8,300)	(14,013)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>1,018</u>	<u>(8,300)</u>	<u>(14,013)</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.

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Leabank School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2020

	2020	2020	2019
Notes	Actual \$	Budget (Unaudited) \$	Actual \$
Balance at 1 January	487,638	487,638	501,651
Total comprehensive revenue and expense for the year	1,018	(8,300)	(14,013)
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant	10,420	-	-
Equity at 31 December	499,076	479,338	487,638
Retained Earnings	499,076	479,338	487,638
Equity at 31 December	499,076	479,338	487,638

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.

UHY HAINES NORTON (AUCKLAND) LIMITED
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Leabank School
Statement of Financial Position

As at 31 December 2020

		2020	2020	2019
	Notes	Actual	Budget (Unaudited)	Actual
		\$	\$	\$
Current Assets				
Cash and Cash Equivalents	8	79,899	178,901	266,635
Accounts Receivable	9	204,035	160,500	148,290
GST Receivable		30,992	5,800	5,763
Prepayments		27,498	4,500	4,423
Inventories	10	2,372	800	747
Investments	11	100,000	-	-
		<u>444,796</u>	<u>350,501</u>	<u>425,858</u>
Current Liabilities				
Accounts Payable	13	215,735	177,500	171,728
Revenue Received in Advance	14	5,000	-	-
Provision for Cyclical Maintenance	15	14,296	14,000	13,800
Finance Lease Liability - Current Portion	16	17,221	10,705	13,952
Funds Held for Capital Works Projects	17	-	-	80,350
		<u>252,252</u>	<u>202,205</u>	<u>279,830</u>
Working Capital Surplus/(Deficit)		192,544	148,296	146,028
Non-current Assets				
Property, Plant and Equipment	12	396,198	416,931	416,931
		<u>396,198</u>	<u>416,931</u>	<u>416,931</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	15	72,118	80,246	58,973
Finance Lease Liability	16	17,548	5,643	16,348
		<u>89,666</u>	<u>85,889</u>	<u>75,321</u>
Net Assets		<u>499,076</u>	<u>479,338</u>	<u>487,638</u>
Equity	23	<u>499,076</u>	<u>479,338</u>	<u>487,638</u>

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

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Leabank School

Statement of Cash Flows

For the year ended 31 December 2020

	2020	2020 Budget	2019
Note	Actual	(Unaudited)	Actual
	\$	\$	\$
Cash flows from Operating Activities			
Government Grants	1,142,137	1,034,542	1,001,092
Locally Raised Funds	61,713	46,393	106,406
Goods and Services Tax (net)	(25,229)	(37)	4,140
Payments to Employees	(822,436)	(697,589)	(693,554)
Payments to Suppliers	(289,119)	(304,781)	(378,034)
Cyclical Maintenance Payments in the year	(19,950)	-	-
Interest Paid	(1,842)	-	(1,227)
Interest Received	4,995	8,040	8,243
Net cash from/(to) Operating Activities	50,269	86,568	47,066
Cash flows from Investing Activities			
Proceeds from Sale of Property Plant & Equipment (and Intangibles)	(5,792)	-	-
Purchase of Property Plant & Equipment (and Intangibles)	(57,042)	(159,072)	(49,175)
Purchase of Investments	(100,000)	-	-
Net cash from/(to) Investing Activities	(162,834)	(159,072)	(49,175)
Cash flows from Financing Activities			
Furniture and Equipment Grant	10,420	-	-
Finance Lease Payments	(4,241)	65,120	(11,325)
Funds Held for Capital Works Projects	(80,350)	(80,350)	77,850
Net cash from/(to) Financing Activities	(74,171)	(15,230)	66,525
Net increase/(decrease) in cash and cash equivalents	(186,736)	(87,734)	64,416
Cash and cash equivalents at the beginning of the year	8 266,635	266,635	202,219
Cash and cash equivalents at the end of the year	8 79,899	178,901	266,635

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.

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Leabank School

Notes to the Financial Statements

For the year ended 31 December 2020

1. Statement of Accounting Policies

Reporting Entity

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

Basis of Preparation

Reporting Period

The financial reports have been prepared for the period 1 January 2020 to 31 December 2020 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 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 of 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 12.

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Leabank School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

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.

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.

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.

Operating Lease Payments

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

Finance Lease Payments

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

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Leabank School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

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.

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.

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.

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.

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.

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:

Buildings - School	40 years
Furniture and equipment	10-18 years
Information and communication technology	4 years
Leased assets held under a Finance Lease	4 years
Library resources	12.5% Diminishing value

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

Impairment of property, plant, and equipment

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 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.

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.

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

Long-term employee entitlements

Employee benefits that are due to be settled beyond 12 months after the end of the period in which the employee renders the related service, such as long service leave and retirement gratuities, have been calculated on an actuarial basis. The calculations are based on:

- likely future entitlements accruing to staff, based on years of service, years to entitlement, the likelihood that staff will reach the point of entitlement, and contractual entitlement information; and
- the present value of the estimated future cash flows.

Revenue Received in Advance

Revenue received in advance relates to money received from Trillian Trust grant 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 this revenue received in advance, should the School be unable to provide the services to which they relate.

Leabank School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

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).

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 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.

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 Statement of Cash Flows.

Commitments and contingencies are disclosed exclusive of GST.

Budget Figures

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

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.

Leabank School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

2 Government Grants

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Operational Grants	1,072,661	890,000	909,880
Teachers' Salaries Grants	1,931,263	1,800,000	1,909,171
Use of Land and Buildings Grants	751,712	150,000	714,875
Other MoE Grants	110,239	143,000	74,524
Other Government Grants	-	5,000	-
	<u>3,865,875</u>	<u>2,988,000</u>	<u>3,608,450</u>

Other MOE Grants total includes additional COVID-19 funding totalling \$0,00 for the year ended 31 December 2020.

3 Locally Raised Funds

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

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Revenue			
Donations	37,408	15,000	35,503
Activities	19,026	30,000	57,722
Trading	964	1,000	12,027
Fundraising	-	-	1,521
	<u>57,398</u>	<u>46,000</u>	<u>106,773</u>
Expenses			
Activities	1,472	-	40,604
Trading	11,850	-	12,019
Fundraising (Costs of Raising Funds)	-	-	2,828
	<u>13,322</u>	<u>-</u>	<u>55,451</u>
	<u>44,076</u>	<u>46,000</u>	<u>51,322</u>

Surplus/ (Deficit) for the year Locally Raised Funds

4 Learning Resources

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Curricular	33,662	90,800	41,621
Information and Communication Technology	14,829	27,000	12,931
Library Resources	2,124	1,500	940
Employee Benefits - Salaries	2,516,555	2,255,000	2,371,205
Staff Development	2,710	2,500	4,783
	<u>2,569,880</u>	<u>2,376,800</u>	<u>2,432,260</u>

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Leabank School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

5 Administration

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Audit Fee	5,717	5,000	6,369
Board of Trustees Fees	1,560	3,000	2,715
Board of Trustees Expenses	7,377	9,000	8,471
Communication	5,668	5,000	3,072
Consumables	19,700	17,500	16,762
Other	19,318	24,000	28,760
Employee Benefits - Salaries	165,078	154,500	159,218
Insurance	4,762	7,000	4,621
Service Providers, Contractors and Consultancy	8,016	7,500	7,872
	<u>237,196</u>	<u>232,500</u>	<u>237,860</u>

6 Property

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Caretaking and Cleaning Consumables	23,525	16,500	16,754
Consultancy and Contract Services	30,162	5,000	28,745
Cyclical Maintenance Expense	33,591	23,000	(27,027)
Grounds	4,350	3,500	3,955
Heat, Light and Water	16,713	18,000	17,478
Rates	28,374	15,500	46,797
Repairs and Maintenance	25,404	36,500	30,273
Use of Land and Buildings	751,712	150,000	714,875
Security	14,496	9,000	10,994
Employee Benefits - Salaries	84,487	84,000	73,083
	<u>1,012,814</u>	<u>361,000</u>	<u>915,927</u>

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

7 Depreciation

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Buildings - School	3,896	3,420	3,838
Furniture and Equipment	32,379	28,344	31,803
Information and Communication Technology	29,297	26,925	30,212
Leased Assets	15,494	16,397	18,399
Library Resources	5,419	4,914	5,514
	<u>86,485</u>	<u>80,000</u>	<u>89,766</u>

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For identification purposes only

Leabank School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

8 Cash and Cash Equivalents

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Bank Current Account	79,899	178,901	252,832
Short-term Bank Deposits	-	-	13,803
Cash and cash equivalents for Statement of Cash Flows	<u>79,899</u>	<u>178,901</u>	<u>266,635</u>

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

9 Accounts Receivable

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Receivables	1,578	500	893
Receivables from the Ministry of Education	29,152	-	-
Interest Receivable	121	-	40
Bank Staffing Underuse	11,611	-	-
Teacher Salaries Grant Receivable	161,573	160,000	147,357
	<u>204,035</u>	<u>160,500</u>	<u>148,290</u>
Receivables from Exchange Transactions	1,699	500	933
Receivables from Non-Exchange Transactions	202,336	160,000	147,357
	<u>204,035</u>	<u>160,500</u>	<u>148,290</u>

10 Inventories

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Stationery	2,372	800	747
	<u>2,372</u>	<u>800</u>	<u>747</u>

11 Investments

The School's investment activities are classified as follows:

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Current Asset			
Short-term Bank Deposits	100,000	-	-
Total Investments	<u>100,000</u>	<u>-</u>	<u>-</u>

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Leabank School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

12 Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2020						
Buildings	126,551	-	-	-	(3,896)	122,655
Furniture and Equipment	158,553	18,535	-	-	(32,379)	144,709
Information and Communication Technology	58,751	26,840	-	-	(29,297)	56,294
Leased Assets	34,478	21,150	(5,526)	-	(15,494)	34,608
Library Resources	38,598	5,019	(266)	-	(5,419)	37,932
Balance at 31 December 2020	416,931	71,544	(5,792)	-	(86,485)	396,198

	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$
2020			
Buildings	155,845	(33,190)	122,655
Furniture and Equipment	474,303	(329,594)	144,709
Information and Communication Technology	194,673	(138,379)	56,294
Leased Assets	87,782	(53,174)	34,608
Library Resources	105,693	(67,761)	37,932
Balance at 31 December 2020	1,018,296	(622,098)	396,198

The Board considers that no assets have suffered an impairment during the year.

The net carrying value of equipment held under a finance lease is \$34,608 (2019: \$34,478).

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2019						
Buildings	119,078	11,311	-	-	(3,838)	126,551
Furniture and Equipment	187,666	2,690	-	-	(31,803)	158,553
Information and Communication Technology	57,728	31,235	-	-	(30,212)	58,751
Leased Assets	22,435	30,442	-	-	(18,399)	34,478
Library Resources	42,711	5,608	(4,207)	-	(5,514)	38,598
Balance at 31 December 2019	429,618	81,286	(4,207)	-	(89,766)	416,931

	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$
2019			
Buildings	155,845	(29,294)	126,551
Furniture and Equipment	455,768	(297,215)	158,553
Information and Communication Technology	167,833	(109,082)	58,751
Leased Assets	79,072	(44,594)	34,478
Library Resources	101,372	(62,774)	38,598
Balance at 31 December 2019	959,890	(542,959)	416,931

The net carrying value of equipment held under a finance lease is \$34,478 (2018: \$22,435).

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Leabank School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

13 Accounts Payable

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Operating Creditors	26,001	9,000	8,821
Accruals	5,693	6,000	5,503
Banking Staffing Overuse	3,458	-	3,458
Employee Entitlements - Salaries	164,219	160,000	151,553
Employee Entitlements - Leave Accrual	16,364	2,500	2,393
	<u>215,735</u>	<u>177,500</u>	<u>171,728</u>
Payables for Exchange Transactions	215,735	177,500	171,728
	<u>215,735</u>	<u>177,500</u>	<u>171,728</u>

The carrying value of payables approximates their fair value.

14 Revenue Received in Advance

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Other	5,000	-	-
	<u>5,000</u>	<u>-</u>	<u>-</u>

15 Provision for Cyclical Maintenance

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Provision at the Start of the Year	72,773	72,773	99,800
Increase/(decrease) to the Provision During the Year	33,591	23,000	(27,027)
Use of the Provision During the Year	(19,950)	(1,527)	-
Provision at the End of the Year	<u>86,414</u>	<u>94,246</u>	<u>72,773</u>
Cyclical Maintenance - Current	14,296	14,000	13,800
Cyclical Maintenance - Term	72,118	80,246	58,973
	<u>86,414</u>	<u>94,246</u>	<u>72,773</u>

16 Finance Lease Liability

The school has entered into a number of finance lease agreements for TELA laptops and ICT equipment
Minimum lease payments payable (includes interest portion):

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
No Later than One Year	20,199	-	16,414
Later than One Year and no Later than Five Years	18,966	-	17,780
	<u>39,165</u>	<u>-</u>	<u>34,194</u>

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Leabank School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

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:

	2020	Opening Balances	Receipts from MoE	Payments	BOT Contribution/ (Write-off to R&M)	Closing Balances
		\$	\$	\$		\$
Block 9 and 10 Toilets	<i>In progress</i>	-	85,500	87,293	-	(1,793)
Outdoor Shade Structure	<i>In progress</i>	-	250,000	273,297	-	(23,297)
Block 2 Toilets/Water Pipes	<i>In progress</i>	33,273	60,906	98,241	-	(4,062)
Drinking Fountains	<i>Completed</i>	4,797	-	4,797	-	-
Cladding	<i>Completed</i>	42,251	2,500	44,946	(195)	-
Roofing Block 3	<i>Completed</i>	(2,471)	450	-	(2,021)	-
Intercom System	<i>Completed</i>	2,500	-	2,500	-	-
Totals		80,350	399,356	511,074	(2,216)	(29,152)

Represented by:

Funds Due from the Ministry of Education

(29,152)

(29,152)

	2019	Opening Balances	Receipts from MoE	Payments	BOT Contribution/ (Write-off to R&M)	Closing Balances
		\$	\$	\$	\$	\$
Block 2 Toilets	<i>In progress</i>	-	85,950	52,677	-	33,273
Drinking Fountains	<i>Completed</i>	-	23,797	19,000	-	4,797
Cladding	<i>In progress</i>	-	42,251	-	-	42,251
Roofing Block 3	<i>In progress</i>	-	53,313	55,784	-	(2,471)
Intercom System	<i>Completed</i>	2,500	-	-	-	2,500
Totals		2,500	205,311	127,461	-	80,350

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.

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

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.

	2020 Actual \$	2019 Actual \$
<i>Board Members</i>		
Remuneration	1,560	2,715
Full-time equivalent members	0.04	0.06
<i>Leadership Team</i>		
Remuneration	456,778	400,651
Full-time equivalent members	4.00	4.00
Total key management personnel remuneration	458,338	403,366
Total full-time equivalent personnel	4.04	4.06

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:

	2020 Actual \$000	2019 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	155-160	140-150
Benefits and Other Emoluments	0-5	0-5
Termination Benefits	-	-

Other Employees

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

Remuneration \$000	2020 FTE Number	2019 FTE Number
100-110	3	-
	3	-

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

20 Compensation and Other Benefits Upon Leaving

There were no compensation or other benefits paid or payable to persons upon leaving.

21 Contingencies

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

(Contingent liabilities and assets as at 31 December 2019: 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's review of the schools sector payroll to ensure compliance with the Holidays Act 2003 is ongoing. The current phase of this review is to design potential solutions for any compliance breaches discovered in the initial phase of the Programme. 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 2020, a contingent liability for the school may exist.

UHY HAINES NORTON (AUCKLAND) LIMITED
For identification purposes only

Notes to the Financial Statements (cont.)

For the year ended 31 December 2020

22 Commitments

(a) Capital Commitments

As at 31 December 2020 the Board has entered into no contract agreements for capital works.

(Capital commitments as at 31 December 2019: nil)

23 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.

24 Financial Instruments

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

	2020	2020	2019
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Financial assets measured at amortised cost			
Cash and Cash Equivalents	79,899	178,901	266,635
Receivables	204,035	160,500	148,290
Investments - Term Deposits	100,000	-	-
Total Financial assets measured at amortised cost	<u>383,934</u>	<u>339,401</u>	<u>414,925</u>
Financial liabilities measured at amortised cost			
Payables	215,735	177,500	171,728
Finance Leases	34,769	16,348	30,300
Total Financial Liabilities Measured at Amortised Cost	<u>250,504</u>	<u>193,848</u>	<u>202,028</u>

25 Events After Balance Date

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

26 Comparatives

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