

TE PUKE INTERMEDIATE SCHOOL

ANNUAL FINANCIAL STATEMENTS



FOR THE YEAR ENDED 31 DECEMBER 2023

Ministry Number:	2015
Principal:	Jillian Weldon
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TE PUKE INTERMEDIATE SCHOOL

Annual Financial Statements - For the year ended 31 December 2023

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TE PUKE INTERMEDIATE SCHOOL

Statement of Responsibility

For the year ended 31 December 2023

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

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

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

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

Rebecca Jan Keating

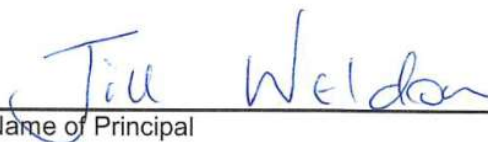
Full Name of Presiding Member



Signature of Presiding Member

31/05/2024

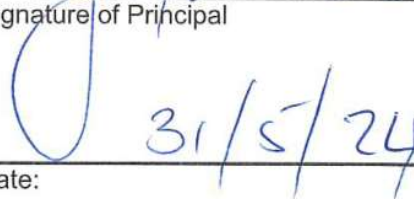
Date:



Full Name of Principal



Signature of Principal



Date:

TE PUKE INTERMEDIATE SCHOOL

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Revenue				
Government Grants	2	5,341,358	4,306,089	4,884,993
Locally Raised Funds	3	592,744	344,250	270,718
Interest		73,328	30,000	19,799
International Students	4	6,489	-	-
		<u>6,013,919</u>	<u>4,680,339</u>	<u>5,175,510</u>
Expenses				
Locally Raised Funds	3	436,284	338,000	177,632
Learning Resources	5	3,438,243	3,101,285	3,059,296
Administration	6	749,050	210,657	734,612
Interest		1,574	1,600	1,776
Property	7	1,162,488	1,089,960	976,240
		<u>5,787,639</u>	<u>4,741,502</u>	<u>4,949,556</u>
Net Surplus / (Deficit) for the year		226,280	(61,163)	225,954
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u><u>226,280</u></u>	<u><u>(61,163)</u></u>	<u><u>225,954</u></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.

TE PUKE INTERMEDIATE SCHOOL
Statement of Changes in Net Assets/Equity
For the year ended 31 December 2023

	Actual 2023 \$	Budget (Unaudited) 2023 \$	Actual 2022 \$
Balance at 1 January	1,630,631	1,630,631	1,383,564
Total comprehensive revenue and expense for the year	226,280	(61,163)	225,954
Contribution - Furniture and Equipment Grant	35,048	-	21,113
Contribution - Te Mana Tuhono	20,456	-	-
Equity at 31 December	1,912,415	1,569,468	1,630,631
Accumulated Comprehensive Revenue and Expense	1,912,415	1,569,468	1,630,631
Equity at 31 December	1,912,415	1,569,468	1,630,631

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.

TE PUKE INTERMEDIATE SCHOOL

Statement of Financial Position

As at 31 December 2023

		2023	2023	2022
	Notes	Actual \$	Budget (Unaudited) \$	Actual \$
Current Assets				
Cash and Cash Equivalents	7	1,073,795	743,693	790,054
Accounts Receivable	8	257,633	250,000	260,105
GST Receivable		-	12,000	11,147
Investments	10	600,000	600,000	600,000
Prepayments		5,500	5,000	4,000
Inventories	9	3,759	3,500	3,759
Funds receivable for Capital Works Projects	17	28,590	-	24,710
		1,969,277	1,614,193	1,693,775
Current Liabilities				
Accounts Payable	12	354,196	350,000	384,293
Borrowings	13	19,376	15,030	15,030
GST Payable		10,179	-	-
Revenue Received in Advance	14	21,751	10,000	13,388
Provision for Cyclical Maintenance	15	65,980	65,000	58,992
Finance Lease Liability - Current Portion	16	15,841	15,000	15,527
Funds held for Capital Works Projects	17	141,870	-	20,396
		629,193	455,030	507,626
Working Capital Surplus/(Deficit)		1,340,084	1,159,163	1,186,149
Non-current Assets				
Property, Plant and Equipment	11	659,375	522,935	577,745
		659,375	522,935	577,745
Non-current Liabilities				
Borrowings	13	33,908	42,630	57,630
Provision for Cyclical Maintenance	15	43,441	45,000	52,731
Finance Lease Liability	16	9,695	25,000	22,902
		87,044	112,630	133,263
Net Assets		1,912,415	1,569,468	1,630,631
Equity		1,912,415	1,569,468	1,630,631

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

TE PUKE INTERMEDIATE SCHOOL

Statement of Cash Flows

For the year ended 31 December 2023

		2023	2023	2022
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Cash flows from Operating Activities				
Government Grants		1,849,512	1,144,267	1,275,408
Locally Raised Funds		605,937	346,666	291,226
International Students		6,489	-	-
Goods and Services Tax (net)		21,330	(847)	9,652
Payments to Employees		(740,849)	(641,789)	(604,449)
Payments to Suppliers		(1,482,281)	(964,701)	(631,464)
Cyclical Maintenance Payments in the year		-	(3,723)	-
Interest Paid		(1,574)	(1,600)	(1,776)
Interest Received		64,235	29,671	19,202
Net cash from/(to) Operating Activities		322,799	(92,056)	357,799
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		-	-	5,503
Purchase of Property Plant & Equipment (and Intangibles)		(163,238)	(58,216)	(89,817)
Net cash from/(to) Investing Activities		(163,238)	(58,216)	(84,314)
Cash flows from Financing Activities				
Furniture and Equipment Grant		35,048	-	21,113
Finance Lease Payments		(9,086)	114,597	(15,770)
Loans Received/ Repayment of Loans		(19,376)	(15,000)	(19,376)
Funds Held for Capital Works Projects		117,594	4,314	(16,173)
Net cash from/(to) Financing Activities		124,180	103,911	(30,206)
Net increase/(decrease) in cash and cash equivalents		283,741	(46,361)	243,279
Cash and cash equivalents at the beginning of the year	7	790,054	790,054	546,775
Cash and cash equivalents at the end of the year	7	1,073,795	743,693	790,054

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 and other notional items 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.

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

a) Reporting Entity

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

b) Basis of Preparation

Reporting Period

The financial reports have been prepared for the period 1 January 2023 to 31 December 2023 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

The School qualifies for Tier 2 as the school is not publicly accountable and is not considered large as it falls below the 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.

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

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. A lease is classified as a finance lease if it transfers substantially all risks and rewards incidental to ownership of an underlying asset to the lessee. In contrast, an operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset to the lessee. Judgement is required on various aspects that include, but are not limited to, the fair value of the leased asset, the economic life of the leased asset, whether or not to include renewal options in the lease term, and determining an appropriate discount rate to calculate the present value of the minimum lease payments. Classification as a finance lease means the asset is recognised in the statement of financial position as property, plant, and equipment, whereas for an operating lease no such asset is recognised. Finance lease liability disclosures are contained in note 16. Future operating lease commitments are disclosed in note 21b.

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

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

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

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

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

Other Grants where conditions exist

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

Donations, Gifts and Bequests

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

Interest Revenue

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

d) Operating Lease Payments

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

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

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) Investment

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.

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

j) Property, Plant and Equipment

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

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

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

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

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

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. If such indication exists, the School estimates the asset's recoverable service amount. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

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

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

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

The reversal of an impairment loss is recognised in surplus or deficit. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable service amount since the last impairment loss was recognised.

k) 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.

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

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

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

m) Revenue Received in Advance

Revenue received in advance relates to fees received from international 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 international students, should the School be unable to provide the services to which they relate.

n) Funds held for Capital Works

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

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

o) Provision for Cyclical Maintenance

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

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

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

p) 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.

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.

q) Borrowing

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.

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.

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

s) Budget Figures

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

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.

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

2. Government Grants

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Government Grants - Ministry of Education	1,832,217	1,136,689	1,780,835
Teachers' Salaries Grants	2,602,520	2,300,000	2,373,417
Use of Land and Buildings Grants	867,796	800,000	713,520
Transport grants	33,349	5,000	5,934
Other Government Grants	5,476	64,400	11,287
	5,341,358	4,306,089	4,884,993

The school has opted in to the donations scheme for this year. Total amount received was \$66,734 (2022: \$70,350).

3. Locally Raised Funds

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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Revenue			
Donations & Bequests	46,652	2,000	23,757
Fees for Extra Curricular Activities	130,203	108,050	142,399
Trading	24,083	23,000	25,071
Fundraising & Community Grants	152,578	28,500	79,491
Overseas Trip	239,228	182,700	-
	592,744	344,250	270,718
Expenses			
Extra Curricular Activities Cost	169,232	133,300	146,775
Trading	20,679	17,500	25,893
Fundraising and Community Grant Costs	5,643	4,500	4,964
International Student - Other Expenses	1,256	-	-
Overseas Trip	239,474	182,700	-
	436,284	338,000	177,632
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	156,460	6,250	93,086

Two trips were made to Samoa during 2023 including a total of 4 staff and 87 students and parents. The purpose of the trip was to experience the culture, language and identity of a country with first nation people similar to Maori, to see the similarities and differences, to experience the culture and lifestyle of a people who travel to Te Puke annually to work in our Kiwifruit industry and to take resources over to the village schools in support of their curriculum and students.

The trips were self-funded by students and parents travelling, and the Board funded one staff member.

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

4. Learning Resources

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Curricular	136,501	147,435	121,663
Depreciation	106,039	91,020	88,550
Information and Communication Technology	36,079	39,300	33,134
Library Resources	4,567	5,000	-
Employee Benefits - Salaries	3,148,704	2,803,130	2,808,215
Staff Development	6,353	15,400	7,734
	<u>3,438,243</u>	<u>3,101,285</u>	<u>3,059,296</u>

5. Administration

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Audit Fee	5,724	6,400	6,279
Board of Trustees Fees	4,000	5,050	4,765
Board of Trustees Expenses	27,969	21,000	17,375
Communication	9,680	15,200	8,732
Consumables	5,107	5,300	5,278
Healthy School Lunches Expenses	520,962	-	398,334
Operating Lease	474	10,600	1,454
Other	69,958	56,807	175,646
Employee Benefits - Salaries	102,689	84,500	114,801
Insurance	2,487	5,800	1,948
	<u>749,050</u>	<u>210,657</u>	<u>734,612</u>

6. Property

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	36,945	38,000	35,012
Cyclical Maintenance Provision	76,953	2,000	(32,714)
Grounds	12,948	14,700	9,143
Heat, Light and Water	43,061	45,300	41,445
Rates	14,547	16,000	14,365
Repairs and Maintenance	26,580	90,460	109,586
Use of Land and Buildings	867,796	800,000	713,520
Security	9,075	10,000	9,938
Employee Benefits - Salaries	74,583	73,500	75,945
	<u>1,162,488</u>	<u>1,089,960</u>	<u>976,240</u>

The use of land and buildings figure represents 5% 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.

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

7. Cash and Cash Equivalents

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Cash on Hand	100	100	100
Bank Current Account	156,696	43,593	94,738
Bank Call Account	191,161	100,000	106,614
Short-term Bank Deposits	725,838	600,000	588,602
	<u>1,073,795</u>	<u>743,693</u>	<u>790,054</u>

Cash and cash equivalents for Statement of Cash Flows

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

Of the \$1,073,795 Cash and Cash Equivalents, \$171,312 is held by the School on behalf of the Ministry of Education. These funds are required to be spent in 2023 on Crown owned school buildings under the School's Five Year Property Plan.

8. Accounts Receivable

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Receivables	34,974	34,000	39,804
Receivables from the Ministry of Education	-	-	13,650
Interest Receivable	9,764	1,000	671
Teacher Salaries Grant Receivable	212,895	215,000	205,980
	<u>257,633</u>	<u>250,000</u>	<u>260,105</u>
Receivables from Exchange Transactions	44,738	35,000	40,475
Receivables from Non-Exchange Transactions	212,895	215,000	219,630
	<u>257,633</u>	<u>250,000</u>	<u>260,105</u>

9. Inventories

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Stationery	1,301	1,000	1,301
School Uniforms	2,458	2,500	2,458
	<u>3,759</u>	<u>3,500</u>	<u>3,759</u>

10. Investments

The School's investment activities are classified as follows:

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Current Asset			
Short-term Bank Deposits	600,000	600,000	600,000

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2023	\$					\$
Buildings	233,756	-	-	-	(10,192)	223,564
Furniture and Equipment	139,060	42,529	-	-	(24,127)	157,462
Information Technology	140,434	141,334	-	-	(47,966)	233,802
Motor Vehicles	12,970	-	-	-	(5,243)	7,727
Leased Assets	36,144	3,807	-	-	(16,589)	23,362
Library Resources	15,381	-	-	-	(1,923)	13,458
Balance at 31 December	577,745	187,670	-	-	(106,039)	659,375

The net carrying value of equipment held under a finance lease is \$23,363 (2022: \$36,144).

Restrictions

With the exception of the contractual restrictions related to the above noted finance leases, there are no restrictions over the title of the school's property, plant and equipment, nor are any property, plant and equipment pledged as security for liabilities.

	2023 Cost or Valuation \$	2023 Accumulated Depreciation \$	2023 Net Book Value \$	2022 Cost or Valuation \$	2022 Accumulated Depreciation \$	2022 Net Book Value \$
2023	\$	\$	\$	\$	\$	\$
Buildings	315,564	(92,000)	223,564	315,564	(81,808)	233,756
Furniture and Equipment	945,706	(788,244)	157,462	903,177	(764,117)	139,060
Information Technology	805,316	(571,514)	233,802	663,982	(523,548)	140,434
Motor Vehicles	76,959	(69,232)	7,727	76,960	(63,990)	12,970
Leased Assets	116,832	(93,470)	23,362	113,026	(76,882)	36,144
Library Resources	87,673	(74,215)	13,458	87,673	(72,292)	15,381
Balance at 31 December	2,348,050	(1,688,675)	659,375	2,160,382	(1,582,637)	577,745

12. Accounts Payable

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Creditors	30,308	50,000	17,515
Accruals	7,265	15,000	34,667
Banking Staffing Overuse	48,077	-	61,822
Employee Entitlements - Salaries	263,967	280,000	266,308
Employee Entitlements - Leave Accrual	4,579	5,000	3,981
	354,196	350,000	384,293
Payables for Exchange Transactions	354,196	350,000	384,293
	354,196	350,000	384,293

The carrying value of payables approximates their fair value.

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

13. Borrowings

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Due in One Year	19,376	15,030	15,030
Due Beyond One Year	33,908	42,630	57,630
	<u>53,284</u>	<u>57,660</u>	<u>72,660</u>

The school has borrowings at 31 December 2023 of \$53,824 (31 December 2022 \$72,660). This loan is from the Energy Efficiency and Conservation Authority (EECA) for LED Lighting. The loan is unsecured and is interest free.

14. Revenue Received in Advance

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Grants in Advance - Ministry of Education	8,337	-	-
Other	13,414	10,000	13,388
	<u>21,751</u>	<u>10,000</u>	<u>13,388</u>

15. Provision for Cyclical Maintenance

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Provision at the Start of the Year	111,723	111,723	144,437
Increase/ (decrease) to the Provision During the Year	22,347	2,000	(32,714)
Use of the Provision During the Year	(79,090)	(3,723)	-
Other Adjustments	54,441	-	-
Provision at the End of the Year	<u>109,421</u>	<u>110,000</u>	<u>111,723</u>
Cyclical Maintenance - Current	65,980	65,000	58,992
Cyclical Maintenance - Non Current	43,441	45,000	52,731
	<u>109,421</u>	<u>110,000</u>	<u>111,723</u>

The schools cyclical maintenance schedule details annual painting to be undertaken, the costs associated to this annual work will vary dependent on the requirements during the year. This plan is based on the quote received from Carus.

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

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:

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
No Later than One Year	17,190	15,000	16,716
Later than One Year and no Later than Five Years	10,313	25,000	23,753
Future Finance Charges	(1,967)	-	(2,040)
	<u>25,536</u>	<u>40,000</u>	<u>38,429</u>
Represented by			
Finance lease liability - Current	15,841	15,000	15,527
Finance lease liability - Non Current	9,695	25,000	22,902
	<u>25,536</u>	<u>40,000</u>	<u>38,429</u>

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. The amount of cash held on behalf of the Ministry for capital works projects is included under cash and cash equivalents in note 7.

2023	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions/ \$	Closing Balances \$
MOE: 5YA D Block Toilet <i>Completed</i>	-	30,606	(30,606)	-	-
MOE: SIP Projects - Playground <i>Completed</i>	-	1,856	(1,856)	-	-
MOE: 5YA Drainage <i>Completed</i>	20,396	-	(20,396)	-	-
MOE: Boiler upgrade <i>in progress</i>	-	1,101	(1,509)	408	-
MOE: Fire Remediation <i>in progress</i>	(24,710)	29,442	(12,561)	-	(7,829)
MOE: LS Office Project <i>in progress</i>	-	52,409	(60,138)	-	(7,729)
MOE: Site Visual Modification <i>in progress</i>	-	12,418	(1,000)	-	11,418
MOE 5YA: Boiler: Heating and Ele <i>in progress</i>	-	75,884	(2,000)	-	73,884
MOE: 5YA Gym Changing Room <i>in progress</i>	-	-	(13,032)	-	(13,032)
MOE: 5YA Roof Project 240625 <i>in progress</i>	-	58,568	(2,000)	-	56,568
Totals	<u>(4,314)</u>	<u>262,284</u>	<u>(145,098)</u>	<u>408</u>	<u>113,280</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	141,870
Funds Due from the Ministry of Education	(28,590)
	<u>113,280</u>

2022	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contributions \$	Closing Balances \$
MOE: 5YA Drainage <i>in progress</i>	24,320	-	(3,924)	-	20,396
MOE: 5YA Roof Replacement <i>Completed</i>	(29,647)	-	-	-	-
MOE: 5YA D Block Toilet <i>completed</i>	43,313	-	(2,928)	32,575	-
MOE: SIP Projects - Playground <i>completed</i>	(26,127)	-	(47,912)	4,599	-
MOE: SIP Projects - Admin <i>completed</i>	-	10,610	-	15,517	-
MOE: Boiler upgrade <i>completed</i>	-	21,278	(21,278)	-	-
MOE: 5YA Replacement Carpet <i>completed</i>	-	49,102	(62,561)	13,459	-
MOE: Fire Remediation <i>in progress</i>	-	-	(24,710)	-	(24,710)
Totals	<u>11,859</u>	<u>80,990</u>	<u>(163,313)</u>	<u>66,150</u>	<u>(4,314)</u>

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

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.

Rebecca Keating is a Trustee of the Board and also a Director and Shareholder at Tawera Consulting Limited. During the year, the school contracted Tawera Consulting Limited for consultancy services regarding the school's capital works. The total value of all transactions for the year was \$11,851 (2022: \$5,721) and no amount is outstanding at balance date (2022: nil). Because this amount is less than \$25,000 (excl GST) for the year, the contract does not require Ministry approval under s10 of Schedule 23 of the Education and Training Act 2020.

Mark Deacon is a Trustee of the Board and also a Director and Shareholder at Deacon Construction Limited. During the year, the school contracted Deacon Construction Limited for repairs and maintenance work. The total value of all transactions for the year was \$12,609 (2022: nil) and no amount is outstanding at balance date (2022: nil). Because this amount is less than \$25,000 (excl GST) for the year, the contract does not require Ministry approval under s10 of Schedule 23 of the Education and Training Act 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.

	2023	2022
	Actual	Actual
	\$	\$
<i>Board Members</i>		
Remuneration	4,000	4,765
<i>Leadership Team</i>		
Remuneration	406,497	384,251
Full-time equivalent members	3	3
Total key management personnel remuneration	410,497	389,016
Total full-time equivalent personnel	3	3

There are 7 members of the Board excluding the Principal. The Board had held 8 full meetings of the Board in the year. The Board also has 2 members on the Finance committee and 3 members on the Property committee, which meet monthly and quarterly 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.

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

19. Remuneration (cont.)

Principal

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

	2023	2022
	Actual	Actual
	\$000	\$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	170 - 180	160 - 170
Benefits and Other Emoluments	4 - 5	4 - 5
Termination Benefits	-	-

Other Employees

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

Remuneration	2023	2022
\$000	FTE Number	FTE Number
100 - 110	6	4
110 - 120	3	-
	9	4

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

20. Contingencies

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

Teacher Aide & Support Staff Settlement Wash Up

In 2023 the Ministry of Education provided additional funding for both the support staff in School's Collective Agreement (CA) Settlement and the Teacher Aide Pay Equity Settlement. The School is yet to receive a final wash up that adjusts the estimated quarterly instalments for the actual teacher aides employed in 2023. The Ministry is in the process of determining the amount of the final wash up payment for the year ended 31 December 2023. Even though the payment is probable, the amount to be received is not known with a high level of certainty. The School has therefore not recognised the expected receipt (asset) and income in its financial statements. The payment is expected to be received in July 2024.

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 continues to review the Schools Sector Payroll to ensure compliance with the Holidays Act 2003. An initial remediation payment has been made to some current school employees. The Ministry is continuing to perform detailed analysis to finalise calculations and the potential impacts of specific individuals, as such, this is expected to resolve the liability for school boards.

TE PUKE INTERMEDIATE SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

21. Commitments

(a) Capital Commitments

At 31 December 2023, the Board had capital commitments of \$141,870 (2022:\$20,396) as a result of entering the following contracts:

Contract Name	Contract Amount	Spend To Date	Remaining Commitment
	\$	\$	\$
Fire Remediation	32,271	32,271	0
LSC Office Project	60,139	60,139	0
Site Visual Modification	12,418	1,000	11,418
Boiler: Heating and Electrical Works	75,884	2,000	73,884
Roof Project 240625	58,568	2,000	56,568
Total	239,280	97,410	141,870

(b) Operating Commitments

As at 31 December 2023 the Board has not entered into any contracts (2022: \$nil)

22. Financial Instruments

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

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
Financial assets measured at amortised cost	\$	\$	\$
Cash and Cash Equivalents	1,073,795	743,693	790,054
Receivables	257,633	250,000	260,105
Investments - Term Deposits	600,000	600,000	600,000
Total Financial assets measured at amortised cost	1,931,428	1,593,693	1,650,159
Financial liabilities measured at amortised cost			
Payables	354,196	350,000	384,293
Borrowings - Loans	53,284	57,660	72,660
Finance Leases	25,536	40,000	38,429
Total Financial Liabilities Measured at Amortised Cost	433,016	447,660	495,382

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.

TE PUKE INTERMEDIATE SCHOOL

Members of the Board

For the year ended 31 December 2023

Name	Position	How position on Board gained	Term expired/expires
Rebecca Keating	Presiding Member	Re-elected	June 2025
Jill Weldon	Principal		
Neena Chauhan	Parent Representative	Co-opted	June 2025
Jo Matthews	Staff Representative	Re-elected	2023
Dail Walding	Staff Representative	Elected	2023
Conrad Wanoa	Parent Representative	Elected	June 2025
Mark Deacon	Parent Representative	Elected	June 2025
Manjot Kaur	Parent Representative	Selected	2023
Raponi Wilson	Parent Representative	Selected	June 2025
Jo Matthews	Parent Representative	Elected 2023	June 2025
Lisa Stowell	Staff Representative	Elected 2023	June 2025

TE PUKE INTERMEDIATE SCHOOL

Kiwisport / Statement of Compliance with Employment Policy

For the year ended 31 December 2023

Kiwisport is a Government funding initiative to support students participation in organised sport.

In 2023 the School received total Kiwisport funding of \$6,329 (2022: \$6,260).

The funding was spent on employing a Sports Director to assist in promoting and organising sport in the College and on coach education.

Statement of Compliance with Employment Policy

For the year ended 31 December 2023 the Te Puke Intermediate School Board:

- Has developed and implemented personnel policies, within policy and procedural frameworks to ensure the fair and proper treatment of employees in all aspect of their employment
- Has reviewed its compliance against both its personnel policy and procedures and can report that it meets all requirements and identified best practice.
- Is a good employer and complies with the conditions contained in the employment contract of all staff employed by the Board.
- Ensures all employees and applicants for employments are treated according to their skills, qualifications and abilities, without bias or discrimination.
- Meets all Equal Employment Opportunities requirements.

INDEPENDENT AUDITOR'S REPORT

TO THE READERS OF TE PUKE INTERMEDIATE SCHOOL'S FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

The Auditor-General is the auditor of Te Puke Intermediate School (the School). The Auditor-General has appointed me, Michael Lim, using the staff and resources of BDO Tauranga, to carry out the audit of the financial statements of the School on his behalf.

Opinion

We have audited the financial statements of the School on pages 2 to 20, that comprise the statement of financial position as at 31 December 2023, the statement of comprehensive revenue and expense, statement of changes in net assets/equity and statement of cash flows for the year ended on that date, and the notes to the financial statements that include accounting policies and other explanatory information.

In our opinion the financial statements of the School:

- present fairly, in all material respects:
 - its financial position as at 31 December 2023; and
 - its financial performance and cash flows for the year then ended; and
- comply with generally accepted accounting practice in New Zealand in accordance with Public Sector Benefit Entity Standards Reduced Disclosure Regime as applicable to entities that qualify as Tier 2.

Our audit was completed on 31 May 2024. This is the date at which our opinion is expressed.

The basis for our opinion is explained below. In addition, we outline the responsibilities of the Board and our responsibilities relating to the financial statements, we comment on other information, and we explain our independence.

Basis for our opinion

We carried out our audit in accordance with the Auditor-General's Auditing Standards, which incorporate the Professional and Ethical Standards and the International Standards on Auditing (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board. Our responsibilities under those standards are further described in the Responsibilities of the auditor section of our report.

We have fulfilled our responsibilities in accordance with the Auditor-General's Auditing Standards.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Board for the financial statements

The Board is responsible on behalf of the School for preparing financial statements that are fairly presented and that comply with generally accepted accounting practice in New Zealand.

The Board of Trustees is responsible for such internal control as it determines is necessary to enable it to prepare financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board is responsible on behalf of the School for assessing the School's ability to continue as a going concern. The Board is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless there is an intention to close or merge the School, or there is no realistic alternative but to do so.

The Board's responsibilities arise from section 134 of the Education and Training Act 2020.

Responsibilities of the auditor for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit carried out in accordance with the Auditor-General's Auditing Standards will always detect a material misstatement when it exists. Misstatements are differences or omissions of amounts or disclosures, and can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of readers taken on the basis of these financial statements.

For the budget information reported in the financial statements, our procedures were limited to checking that the information agreed to the School's approved budget.

We did not evaluate the security and controls over the electronic publication of the financial statements.

As part of an audit in accordance with the Auditor-General's Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. Also:

- We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- We obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control.
- We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- We conclude on the appropriateness of the use of the going concern basis of accounting by the Board and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the School to cease to continue as a going concern.
- We evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We assess the risk of material misstatement arising from the Edpay payroll system, which may still contain errors. As a result, we carried out procedures to minimise the risk of material

errors arising from the system that, in our judgement, would likely influence readers' overall understanding of the financial statements.

We communicate with the Board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Our responsibilities arises from the Public Audit Act 2001.

Other information

The Board is responsible for the other information. The other information comprises the Statement of Responsibility, Members of the Board Listing, Statement of Variance, Kiwisport Report, Report on how the school has given effect to Te Tiriti o Waitangi, Evaluation of the School's Students' Progress and Achievement, and the Statement of Compliance with Employment Policy, but does not include the financial statements, and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information. In doing so, we consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on our work, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Independence

We are independent of the School in accordance with the independence requirements of the Auditor-General's Auditing Standards, which incorporate the independence requirements of Professional and Ethical Standard 1: *International Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board.

Other than the audit, we have no relationship with or interests in the School.

A handwritten signature in black ink that reads "Michael Lim". The signature is written in a cursive style with a large, looped initial "M".

Michael Lim
BDO Tauranga
On behalf of the Auditor-General
Tauranga, New Zealand