

One Tree Hill College

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

Ministry Number:	85
Principal:	Mr Nicholas Coughlan
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ONE TREE HILL COLLEGE

Group Annual Report - For the year ended 31 December 2022

Index

Page	Statement
	Financial Statement
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 - 19	Notes to the Group Financial Statements
	Other Information
	Analysis of Variance
	Kiwisport

ONE TREE HILL COLLEGE

Members of the Board

For the year ended 31 December 2022

Name	Position	How position on Board gained	Term expired/expires
Guptill, Max	Presiding Member	Re-elected June 19 & Sep 22	2025
Coughlan, Nicholas	Principal	Ex-officio	
Crawford, Ann	Staff Rep	Re-elected June 19 & Sep 22	2025
Felton, Alison	Parent Rep	Co-opted June 19 re-elected Sep 22	2025
Grant, David	Parent Rep	Elected Sept 22	2025
Leadbetter, Mark	Parent Rep	Re-elected June 19 & Sep 22	2025
Whata, Stan	Parent Rep	Co-opted June 19 re-elected Sep 22	2025
Matthews, Courtney	Student Rep	Elected Sept 22	September 23
Anderson, Derek	Parent Rep	Re-elected June 19	September 22
Fehoko, Edmond	Parent Rep	Elected June 19	September 22
McKnight, Rob	Deputy Chair	Re-elected June 19	September 22
Abiad, Mary	Student Rep	Elected 21	September 22

One Tree Hill College

Statement of Responsibility

For the year ended 31 December 2022

The Board accepts responsibility for the preparation of the annual consolidated financial statements and the judgements used in these consolidated 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 group's financial reporting.

It is the opinion of the Board and management that the consolidated annual financial statements for the financial year ended 31 December 2022 fairly reflects the financial position and operations of the group.

The Group's 2022 consolidated financial statements are authorised for issue by the Board.

Max Cupt.11

Full Name of Presiding Member

N. Coughlan

Full Name of Principal

M. Cupt.11

Signature of Presiding Member

N. Coughlan

Signature of Principal

31/12/2023

Date:

31/12/2023

Date:

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2022

	Notes	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Government Grants	2	15,083,155	13,845,278	13,662,450	15,083,155	13,845,278	13,662,450
Locally Raised Funds	3	836,744	716,448	694,012	911,743	791,447	778,990
Interest Eamed		32,794	10,000	12,630	33,237	10,443	12,664
Gain on Sale of Property, Plant and Equipment		2,185	-	89,508	2,185	-	(150)
Other Revenue		-	-	-	-	-	-
Total revenue		15,954,878	14,571,726	14,458,600	16,030,320	14,647,168	14,453,954
Locally Raised Funds	3	290,214	222,731	483,509	290,214	222,731	483,509
Learning Resources	4	10,123,786	9,606,988	9,714,890	10,123,786	9,606,988	9,714,890
Administration	5	2,154,919	747,419	686,811	2,154,963	747,463	686,855
Finance		27,873	31,500	36,665	27,873	31,500	36,665
Property	6	3,326,531	4,158,817	3,225,770	3,326,531	4,158,817	3,225,770
Loss on Disposal of Property, Plant and Equipment		4,398	-	(130)	4,398	-	(130)
Total expenses		15,927,721	14,767,455	14,147,515	15,927,765	14,767,499	14,147,559
Net Surplus / (Deficit) for the year		27,157	(195,729)	311,085	102,555	(120,331)	306,395
<i>Total other comprehensive revenue and expense</i>		-	-	-	-	-	-
Total Comprehensive Revenue and Expense for the Year		27,157	(195,729)	311,085	102,555	(120,331)	306,395

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



Statement of Changes in Net Assets/Equity

For the year ended 31 December 2022

	Notes					
	2022	School	2021	2022	Group	2021
	Actual	2022	Actual	Actual	2022	Actual
	\$	Budget (Unaudited) \$	\$	\$	Budget (Unaudited) \$	\$
Equity at 1 January	2,736,975	2,736,975	2,425,890	2,884,747	2,884,746	2,578,352
Total comprehensive revenue and expense for the year	27,157	(195,729)	311,085	102,555	(120,331)	306,395
Equity at 31 December	2,764,132	2,541,246	2,736,975	2,987,302	2,764,415	2,884,747
Accumulated comprehensive revenue and expense	2,764,132	2,541,246	2,736,975	2,987,302	2,764,415	2,884,747
Equity at 31 December	2,764,132	2,541,246	2,736,975	2,987,302	2,764,415	2,884,747
Reserve Movements Analysis						
Accumulated comprehensive revenue and expense						
Balance at 1 January	2,736,975	2,736,975	2,425,890	2,884,747	2,884,746	2,578,352
Surplus/(deficit) for the year	27,157	(195,729)	311,085	102,555	(120,331)	306,395
Total equity	2,764,132	2,541,246	2,736,975	2,987,302	2,764,415	2,884,747

The above Consolidated Statement of Changes in Net Assets/Equity should be read in conjunction with the accompanying notes which form part of these financial statements.

One Tree Hill College
Statement of Financial Position
As at 31 December 2022

	Notes	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Current Assets							
Cash and Cash Equivalents	7	466,492	655,262	807,347	578,904	767,674	844,361
Accounts Receivable	8	705,640	757,000	840,272	705,640	757,000	840,272
GST Receivable		64,403	15,001	20,321	64,402	15,000	20,321
Prepayments		19,731	6,200	6,134	19,731	6,200	6,134
Inventories	9	47,844	10,106	10,106	47,844	10,106	10,106
Investments	10	1,355,092	1,336,994	1,336,994	1,355,092	1,336,994	1,336,994
Funds receivable for Capital Works Projects	16	430,649	-	4,718	430,649	-	4,718
		<u>3,089,851</u>	<u>2,780,563</u>	<u>3,025,892</u>	<u>3,202,262</u>	<u>2,892,974</u>	<u>3,062,906</u>
Current Liabilities							
Accounts Payable	12	910,960	1,004,000	998,062	910,960	1,004,000	998,062
Revenue Received in Advance	13	615,839	375,000	374,893	615,839	375,000	374,893
Provision for Cyclical Maintenance	14	-	150,000	141,927	-	150,000	141,927
Finance Lease Liability	15	170,940	130,000	157,551	170,940	130,000	157,551
Funds held for Capital Works Projects	16	94,091	150,000	180,300	94,091	150,000	180,300
		<u>1,791,830</u>	<u>1,809,000</u>	<u>1,852,733</u>	<u>1,791,830</u>	<u>1,809,000</u>	<u>1,852,733</u>
Working Capital Surplus/(Deficit)		<u>1,298,021</u>	<u>971,563</u>	<u>1,173,159</u>	<u>1,410,432</u>	<u>1,083,974</u>	<u>1,210,173</u>
Non-current Assets							
Property, Plant and Equipment	11	1,980,933	2,114,683	2,114,683	2,091,691	2,225,441	2,225,441
		<u>1,980,933</u>	<u>2,114,683</u>	<u>2,114,683</u>	<u>2,091,691</u>	<u>2,225,441</u>	<u>2,225,441</u>
Non-current Liabilities							
Provision for Cyclical Maintenance	14	415,308	360,000	354,072	415,308	360,000	354,072
Finance Lease Liability	15	99,514	185,000	196,796	99,514	185,000	196,796
		<u>514,822</u>	<u>545,000</u>	<u>550,868</u>	<u>514,822</u>	<u>545,000</u>	<u>550,868</u>
Net Assets		<u>2,764,132</u>	<u>2,541,246</u>	<u>2,736,974</u>	<u>2,987,301</u>	<u>2,764,415</u>	<u>2,884,746</u>
Equity:							
Accumulated comprehensive revenue and expense		<u>2,764,132</u>	<u>2,541,246</u>	<u>2,736,975</u>	<u>2,987,302</u>	<u>2,764,415</u>	<u>2,884,747</u>
Total equity		<u>2,764,132</u>	<u>2,541,246</u>	<u>2,736,975</u>	<u>2,987,302</u>	<u>2,764,415</u>	<u>2,884,747</u>

One Tree Hill College
Statement of Cash Flows
For the year ended 31 December 2022

	Notes	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Cash flows from Operating Activities							
Government Grants		3,749,332	3,484,098	3,650,045	3,749,332	3,484,098	3,650,045
Locally Raised Funds		1,030,608	789,718	310,285	1,105,607	864,717	395,263
International Students		213,349	11,583	70,318	213,349	11,583	70,318
Goods and Services Tax (net)		(44,081)	5,321	70,821	(44,081)	5,321	69,438
Payments to Employees		(1,608,011)	(1,536,344)	(1,683,853)	(1,608,011)	(1,536,344)	(1,683,852)
Payments to Suppliers		(2,712,506)	(2,356,701)	(2,428,878)	(2,714,550)	(2,356,745)	(2,418,322)
Interest Paid		(27,873)	(31,500)	(36,665)	(27,873)	(31,500)	(36,665)
Interest Received		25,130	8,669	12,419	25,573	9,112	12,453
Net cash from / (to) the Operating Activities		625,948	374,844	(35,508)	699,346	450,242	58,678
Cash flows from Investing Activities							
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		1,044	-	89,637	1,044	(13,455)	-
Purchase of Property Plant & Equipment (and Intangibles)		(268,695)	(462,000)	30,486	(266,695)	(448,545)	(31,182)
Purchase of Investments		(18,098)	-	(168,049)	(18,098)	-	(168,049)
Net cash from / (to) the Investing Activities		(285,749)	(462,000)	(47,926)	(283,749)	(462,000)	(199,231)
Cash flows from Financing Activities							
Finance Lease Payments		(168,914)	(39,347)	(156,409)	(168,914)	(39,347)	(156,409)
Funds Administered on Behalf of Third Parties		(512,140)	(25,582)	17,361	(512,140)	(25,582)	17,361
Net cash from / (to) Financing Activities		(681,054)	(64,929)	(139,048)	(681,054)	(64,929)	(139,048)
Net increase/(decrease) in cash and cash equivalents		(340,855)	(152,085)	(222,482)	(265,457)	(76,687)	(279,601)
Cash and cash equivalents at the beginning of the year	7	807,347	807,347	1,029,829	844,361	844,361	1,123,962
Cash and cash equivalents at the end of the year	7	466,492	655,262	807,347	578,904	767,674	844,361

The Consolidated 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 omitted.

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



One Tree Hill College

Notes to the Group Financial Statements

For the year ended 31 December 2022

1. Statement of Accounting Policies

a) Reporting Entity

One Tree Hill College 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 One Tree Hill College (the 'Group') consists of One Tree Hill College and its subsidiary trust. The subsidiary is the One Tree Hill College Art Trust ('Trust') which supports the school by raising funds and making donations for the school.

The school's subsidiary is incorporated and domiciled in New Zealand.

b) Basis of Preparation

Reporting Period

The consolidated financial statements have been prepared for the period 1 January 2022 to 31 December 2022 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

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

Basis of Consolidation

The consolidated financial statements are prepared by adding together like items of assets, liabilities, equity, revenue, expenses, and cash flows of entities in the group on a line-by-line basis. All intra-group balances, transactions, revenue, and expenses are eliminated on consolidation.

Subsidiaries

Subsidiaries are entities controlled by the Group. The Group 'controls' an entity when it is exposed, or has rights, to variable benefits from its involvement with the other entity and has the ability to affect the nature or amount of those benefits through its power over the other entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as transactions with owners in their capacity as owners.

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related non-controlling interests and other components of equity. Any resulting gain or loss is recognised in surplus or deficit. Any interest retained in the former subsidiary is measured at fair value when control is lost.

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 consolidated 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 Group 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 Group qualifies for Tier 2 as the group 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 consolidated financial statements are prepared on the historical cost basis unless otherwise noted in a specific accounting policy.

Presentation Currency

These consolidated 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 consolidated 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 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. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 14.

Useful lives of property, plant and equipment

The Group reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The Group 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 15. Currently there are no future operating lease commitments.

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.

Consolidation of entities

The Group consolidates entities based on whether the School has established control of the subsidiary. The subsidiaries which are controlled are disclosed at Note 22.



c) Revenue Recognition

Government Grants

The Group 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 Group 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 Group has the rights to the funding in the salary period they relate to. The grants are not received in cash by the Group 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. 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. 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.

Other Grants where conditions exist

Other grants are recorded as revenue when the Group 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. Interest revenue is accrued using the effective interest method.

d) Operating Lease Payments

Payments made under operating leases are recognised in the Consolidated 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 Consolidated Statement of Comprehensive Revenue and Expense in the period of the write down.



i) Investments

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

Equity investments are designated at initial recognition at fair value through other comprehensive revenue and expense because they are investments that the group intends to hold for long term strategic purposes. They are initially measured at fair value plus transaction costs. They are subsequently measured at their fair value with gains and losses recognised in other comprehensive revenue and expense. When sold, the cumulative gain or loss previously recognised in other comprehensive revenue and expense is transferred within equity to accumulated surplus/(deficit).

The Group has met the requirements of Section 154 (2)(b)(ii) of the Education and Training Act 2020 in relation to the acquisition of investment securities.

j) Property, Plant and Equipment

Land and buildings owned by the Crown are excluded from these consolidated 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 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 Consolidated 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 Consolidated Statement of Comprehensive Revenue and Expense.

The estimated useful lives of the assets are:

Building improvements	10–75 years
Board Owned Buildings	10 years
Furniture and equipment	10–15 years
Information and communication technology	4–5 years
Motor vehicles	10 years
Art prints	Nil
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value
Art Prints	Nil

k) Intangible Assets

Software costs

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

Fees to access the supplier's application software in a SaaS arrangement:

Where the SaaS contract only gives the school the right to receive access to the supplier's application software, costs associate with the licence would be expensed when incurred due to a lack of control over an identified asset. When the Group receives rights beyond right of access, this could indicate that the Group has an intangible asset, if the definition and recognition criteria under PBE IPSAS 31 are satisfied.

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

l) Impairment of Property, Plant, and Equipment and Intangible Assets

The Group 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 Group 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 group engages an independent valuer to assess market value based on the best available 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. 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.

m) Accounts Payable

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

n) Employee Entitlements

Short-term employee entitlements

Employee benefits that are due to be settled within 12 months after the end of the period in which the employee renders the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, 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.



o) Revenue Received in Advance

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

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

p) Provision for Cyclical Maintenance

The property from which the Group 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 Group sites in a state of good order and repair.

Cyclical maintenance, which involves painting the interior and exterior of the Group, makes up the most significant part of the Board's responsibilities outside day-to-day maintenance. The provision is a reasonable estimate, the group'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 group 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.

q) Financial Instruments

The Group's financial assets comprise cash and cash equivalents, accounts receivable, and investments. All of these financial assets are initially recognised at fair value and subsequently measured at amortised cost, using the effective interest method.

The Group's financial liabilities comprise accounts payable, borrowings, finance lease liability, and painting contract liability. Financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and any gain or loss on derecognition are recognised in surplus or deficit.

r) Goods and Services Tax (GST)

The consolidated 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 consolidated statements of cash flows.

Commitments and contingencies are disclosed exclusive of GST.

s) Budget Figures

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

t) Services Received In-kind

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

2. Government Grants

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Government Grants - Ministry of Education	5,151,189	3,417,221	4,142,635	5,151,189	3,417,221	4,142,635
Teachers' Salaries Grants	7,518,327	7,017,040	7,217,517	7,518,327	7,017,040	7,217,517
Use of Land and Buildings Grants	2,346,762	3,344,140	2,236,214	2,346,762	3,344,140	2,236,214
Other Government Grants	66,877	66,877	66,084	66,877	66,877	66,084
	15,083,155	13,845,278	13,662,450	15,083,155	13,845,278	13,662,450

The school has opted in to the donations scheme for this year. Total amount received was \$176,850.

3. Locally Raised Funds

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

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Revenue						
Donations and Bequests	3,059	2,400	128,652	66,058	65,399	213,630
Fundraising & Community Grants	229,259	170,000	214	229,259	170,000	214
Curriculum related activities - Purchase of goods and services	137,875	147,439	119,509	137,875	147,439	119,509
Other Revenue	183,812	197,000	169,598	183,812	197,000	169,598
Trading	128,658	140,200	127,080	140,658	152,200	127,080
International Student Fees	154,081	59,409	148,959	154,081	59,409	148,959
	836,744	716,448	694,012	911,743	791,447	778,990
Expenses						
Extra Curricular Activities costs	-	-	-	-	-	-
Trading	36,340	10,000	3,414	36,340	10,000	3,414
Fundraising and Community Grant Costs	738	5,000	208	738	5,000	208
Other Locally Raised Funds Expenditure	163,414	128,000	309,108	163,414	128,000	309,108
International Student - Student Recruitment	17,916	25,261	14,341	17,916	25,261	14,341
International Student - Employee Benefit - Salaries	71,462	53,000	154,136	71,462	53,000	154,136
International Student - Other Expenses	344	1,470	2,302	344	1,470	2,302
	290,214	222,731	483,509	290,214	222,731	483,509
Surplus for the year Locally raised funds	546,530	493,717	210,503	621,529	568,716	295,481

During the year the School hosted 8 International students (2021:11)

4. Learning Resources

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Curricular	1,068,711	1,058,148	945,707	1,068,711	1,058,148	945,707
Information and Communication Technology	172,767	181,800	168,215	172,767	181,800	168,215
Library Resources	2,832	8,000	2,057	2,832	8,000	2,057
Employee Benefits - Salaries	8,347,133	7,843,040	8,074,338	8,347,133	7,843,040	8,074,338
Staff Development	48,134	54,000	54,131	48,134	54,000	54,131
Depreciation	484,209	462,000	470,442	484,209	462,000	470,442
	10,123,786	9,606,988	9,714,890	10,123,786	9,606,988	9,714,890

5. Administration

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Audit Fee	14,219	14,219	13,804	14,219	14,219	13,804
Board Fees	8,435	7,500	4,475	8,435	7,500	4,475
Board Expenses	38,949	48,700	38,657	38,949	48,700	38,657
Communication	21,464	20,000	15,066	21,464	20,000	15,066
Consumables	9,603	56,100	8,264	9,603	56,100	8,264
Operating Lease	2,600	9,500	911	2,600	9,500	911
Other	1,504,471	89,400	76,091	1,504,515	89,444	76,135
Employee Benefits - Salaries	516,823	453,000	475,905	516,823	453,000	475,905
Insurance	23,118	31,000	37,352	23,118	31,000	37,352
Service Providers, Contractors and Consultancy	15,237	18,000	16,286	15,237	18,000	16,286
	2,154,919	747,419	686,811	2,154,963	747,463	686,855

The 'Other expenses' includes \$1,468,734 for Healthy School Lunches for 2022.

6. Property

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Caretaking and Cleaning Consumables	21,868	22,500	19,478	21,868	22,500	19,478
Consultancy and Contract Services	190,888	169,700	178,321	190,888	169,700	178,321
Cyclical Maintenance Provision	17,089	104,177	27,090	17,089	104,177	27,090
Grounds	45,653	30,000	45,758	45,653	30,000	45,758
Heat, Light and Water	98,642	106,000	91,809	98,642	106,000	91,809
Repairs and Maintenance	404,812	172,500	403,640	404,812	172,500	403,640
Use of Land and Buildings	2,346,762	3,344,140	2,236,214	2,346,762	3,344,140	2,236,214
Employee Benefits - Salaries	200,817	209,800	223,460	200,817	209,800	223,460
	3,326,531	4,158,817	3,225,770	3,326,531	4,158,817	3,225,770

The use of land and buildings figure represents 5% of the Group's total property value. This is used as a 'proxy' for the market rental of the property. Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

7. Cash and Cash Equivalents

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Bank Accounts	365,385	302,486	454,571	477,797	414,898	491,585
Short-term Bank Deposits	101,107	352,776	352,776	101,107	352,776	352,776
Cash equivalents and bank overdraft for Consolidated Cash Flow	466,492	655,262	807,347	578,904	767,674	844,361

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

Of the \$466,491 Cash and Cash Equivalents, \$94,092 is held by the Group on behalf of the Ministry of Education. These funds have been provided for the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2022 on Crown owned Group buildings.

8. Accounts Receivable

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Receivables	38,479	120,000	204,746	38,479	120,000	204,746
Interest Receivable	11,333	5,000	3,669	11,333	5,000	3,669
Teacher Salaries Grant Receivable	655,828	632,000	631,857	655,828	632,000	631,857
	<u>705,640</u>	<u>757,000</u>	<u>840,272</u>	<u>705,640</u>	<u>757,000</u>	<u>840,272</u>
Receivables from Exchange Transactions	49,812	125,000	208,415	49,812	125,000	208,415
Receivables from Non-Exchange Transactions	655,828	632,000	631,857	655,828	632,000	631,857
	<u>705,640</u>	<u>757,000</u>	<u>840,272</u>	<u>705,640</u>	<u>757,000</u>	<u>840,272</u>

9. Inventories

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
School Uniforms	47,844	10,106	10,106	47,844	10,106	10,106
	<u>47,844</u>	<u>10,106</u>	<u>10,106</u>	<u>47,844</u>	<u>10,106</u>	<u>10,106</u>

Inventories recognised as an expense during the year amount to \$35,905 (2021: \$3,414). Write-downs of inventory to net realisable value amounted to \$Nil (2021: Nil). The group reversed \$ Nil of previous inventory write-down during the year (2021: \$Nil).

10. Investments

The Group and School's investments are classified as follows:

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Current Asset						
Short-term Bank Deposits	1,355,092	1,336,994	1,336,994	1,355,092	1,336,994	1,336,994
	<u>1,355,092</u>	<u>1,336,994</u>	<u>1,336,994</u>	<u>1,355,092</u>	<u>1,336,994</u>	<u>1,336,994</u>
Total Investments	<u>1,355,092</u>	<u>1,336,994</u>	<u>1,336,994</u>	<u>1,355,092</u>	<u>1,336,994</u>	<u>1,336,994</u>

11. Property, Plant and Equipment

GROUP

	Opening Balance (Net Book Value)	Additions	Disposals	Transfer between categories	Depreciation	Total (NBV)
2022	\$	\$	\$	\$	\$	\$
Buildings	260,725	17,991	-	(8,065)	(46,454)	224,197
Furniture and Equipment	790,203	146,648	-	11,163	(119,609)	828,405
Information and Communication Technology	363,234	87,710	-	(3,098)	(117,897)	329,949
Motor Vehicles	73,814	-	-	-	(14,102)	59,712
Art Prints	351,266	-	-	-	-	351,266
Leased Assets	327,634	94,945	-	-	(178,501)	244,078
Library Resources	58,565	7,563	(4,398)	-	(7,646)	54,084
Balance at 31 December 2022	2,225,441	354,857	(4,398)	-	(484,209)	2,091,691

GROUP	2022 Cost or Valuation	2022 Accumulate d Depreciation	2022 Net Book Value	2021 Cost or Valuation	2021 Accumulate d Depreciation	2021 Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	867,813	(643,616)	224,197	857,887	(597,162)	260,725
Furniture and Equipment	2,304,151	(1,475,746)	828,405	2,146,341	(1,356,138)	790,203
Information and Communication Technology	1,177,059	(847,110)	329,949	1,092,447	(729,213)	363,234
Motor Vehicles	141,255	(81,543)	59,712	141,255	(67,441)	73,814
Art Prints	351,266	-	351,266	351,266	-	351,266
Leased Assets	847,439	(603,361)	244,078	762,418	(434,784)	327,634
Library Resources	160,357	(106,273)	54,084	165,199	(106,634)	58,565
Balance at 31 December	5,849,340	(3,757,649)	2,091,691	5,516,813	(3,291,372)	2,225,441

SCHOOL

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2022	\$	\$	\$	\$	\$	\$
Buildings	260,725	17,991	-	(8,065)	(46,454)	224,197
Furniture and Equipment	790,203	146,648	-	11,163	(119,609)	828,405
Information and Communication Technology	363,234	87,710	-	(3,098)	(117,897)	329,949
Motor Vehicles	73,814	-	-	-	(14,102)	59,712
Art Prints	240,508	-	-	-	-	240,508
Leased Assets	327,634	94,945	-	-	(178,501)	244,078
Library Resources	58,565	7,563	(4,393)	-	(7,646)	54,089
Balance at 31 December 2022	2,114,683	354,857	(4,393)	-	(484,209)	1,980,938

SCHOOL

GROUP	2022 Cost or Valuation	2022 Accumulate d Depreciation	2022 Net Book Value	2021 Cost or Valuation	2021 Accumulate d Depreciation	2021 Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	867,813	(643,616)	224,197	857,887	(597,162)	260,725
Furniture and Equipment	2,304,151	(1,475,746)	828,405	2,146,341	(1,356,138)	790,203
Information and Communication Technology	1,177,059	(847,110)	329,949	1,092,447	(729,213)	363,234
Motor Vehicles	141,255	(81,543)	59,712	141,255	(67,441)	73,814
Art Prints	240,508	-	240,508	240,508	-	240,508
Leased Assets	847,439	(603,361)	244,078	762,418	(434,784)	327,634
Library Resources	160,357	(106,273)	54,084	165,199	(106,634)	58,565
Balance at 31 December	5,738,582	(3,757,649)	1,980,933	5,406,055	(3,291,372)	2,114,683

The net carrying value of equipment held under a finance lease is \$244,078 (2021: \$327,634)

The net carrying value of motor vehicles held under a finance lease is \$59,712 (2021: \$73,814)

Restrictions

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.

12. Accounts Payable

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
Creditors	111,315	244,000	234,458	111,315	244,000	234,458
Accruals	11,376	-	9,203	11,376	-	9,203
Employee Entitlements - Salaries	788,269	760,000	754,401	788,269	760,000	754,401
	<u>910,960</u>	<u>1,004,000</u>	<u>998,062</u>	<u>910,960</u>	<u>1,004,000</u>	<u>998,062</u>
Payables for Exchange Transactions	910,960	1,004,000	998,062	910,960	1,004,000	998,062
	<u>910,960</u>	<u>1,004,000</u>	<u>998,062</u>	<u>910,960</u>	<u>1,004,000</u>	<u>998,062</u>

The carrying value of payables approximates their fair value.

13. Revenue Received in Advance

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
International Student Fees in Advance	107,094	-	47,826	107,094	-	47,826
Other revenue in Advance	508,745	375,000	327,067	508,745	375,000	327,067
	<u>615,839</u>	<u>375,000</u>	<u>374,893</u>	<u>615,839</u>	<u>375,000</u>	<u>374,893</u>

14. Provision for Cyclical Maintenance

	School and Group		
	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Provision at the Start of the Year	495,999	495,999	528,716
Increase to the Provision During the Year	17,089	14,001	27,090
Use of the Provision During the Year	(97,780)		(59,807)
Provision at the End of the Year	<u>415,308</u>	<u>510,000</u>	<u>495,999</u>
Cyclical Maintenance - Current	-	150,000	141,927
Cyclical Maintenance - Non current	415,308	360,000	354,072
	<u>415,308</u>	<u>510,000</u>	<u>495,999</u>

Per the cyclical maintenance schedule the school is next expected to undertake painting works during 2024. This plan is based on the schools 10 Year Property plan.

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 schools 10 Year Property plan.

15. Finance Lease Liability

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

	2022 Actual \$	School 2022 Budget (Unaudited) \$	2021 Actual \$	2022 Actual \$	Group 2022 Budget (Unaudited) \$	2021 Actual \$
No Later than One Year	184,903	130,000	181,437	184,903	130,000	181,437
Later than One Year and no Later than Five Years	103,142	185,000	209,323	103,142	185,000	209,323
Future Finance Charges	(17,592)	-	(36,413)	(17,592)	-	(36,413)
	<u>270,453</u>	<u>315,000</u>	<u>354,347</u>	<u>270,453</u>	<u>315,000</u>	<u>354,347</u>
Represented by						
Finance lease liability - Current	170,940	130,000	157,551	170,940	130,000	157,551
Finance lease liability - Non-current	99,513	185,000	196,796	99,513	185,000	196,796
	<u>270,453</u>	<u>315,000</u>	<u>354,347</u>	<u>270,453</u>	<u>315,000</u>	<u>354,347</u>

16. Funds Held for Capital Works Projects

During the year the School and Group 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 project is included under cash and cash equivalents per note 7.

School and GROUP

	2022	Opening Balances	Receipts from MoE	Payments	Board Contribution	Closing Balances
		\$	\$	\$		\$
LSC-Student Support		(4,718)	417,914	(771,718)	-	(358,522)
Weather Tightness		180,300	-	(252,427)	-	(72,127)
MOE Ventilation Project		-	86,930	(2,512)	-	84,418
MOE Tawa Block Main Toilet		-	36,847	(27,174)	-	9,673
Totals		175,582	541,691	(1,053,831)	-	(336,558)

Represented by:

Funds Held on Behalf of the Ministry of Education	94,091
Funds Receivable from the Ministry of Education	(430,649)

	2021	Opening Balances	Receipts from MoE	Payments	Board Contribution	Closing Balances
		\$	\$	\$	\$	\$
LSC-Student Support		(8,161)	16,500	(13,057)	-	(4,718)
Weather Tightness		(1,318)	212,657	(31,037)	-	180,300
MOE Ventilation Project		-	-	-	-	-
MOE Tawa Block Main Toilet		-	-	-	-	-
Totals		(9,479)	229,157	(44,094)	-	175,582

Represented by:

Funds Held on Behalf of the Ministry of Education	180,300
Funds Receivable from the Ministry of Education	(4,718)

17. Related Party Transactions

The Group is a controlled entity of the Crown, and the Crown provides the major source of revenue to the Group. The Group 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 Group 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 Group 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.



18. Remuneration

Key management personnel compensation (School and Group)

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

	2022 Actual \$	2021 Actual \$
Board Members - School Remuneration	8,435	4,475
Leadership Team Remuneration Full-time equivalent members	829,196 6	802,548 6
Total key management personnel remuneration	837,631	807,023

There are 8 members of the Board excluding the Principal. The Board had held 10 full meetings of the Board in the year. The Board also has Finance (5 members) and Property (5 members) that meet monthly and quarterly respectively. As well as these regular meetings, including preparation time, the Chair and other Board members have also been involved in ad hoc meetings to consider student welfare matters including stand downs, suspensions, and other disciplinary matters.

Principal 1

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

	2022 Actual \$000	2021 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	220-230	200-210
Benefits and Other Emoluments	5-10	5-10
Termination Benefits		

Other Employees

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

Remuneration \$000	2022 FTE Number	2021 FTE Number
130-140	1.00	1.00
120-130	2.00	2.00
110-120	7.00	5.00
100-110	12.00	12.00
	22.00	20.00

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

19. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets (except as noted below) as at 31 December 2022 (Contingent liabilities and assets at 31 December 2021: nil).

Holidays Act Compliance – Schools Payroll

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

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

To the extent that any obligation cannot reasonably be quantified at 31 December 2022, a contingent liability for the school may exist.

Additional Funding Wash-up Payment

In 2022 the Ministry of Education provided additional funding for both the Support Staff in Schools' Collective Agreement (CA) Settlement and the Teacher Aide Pay Equity Settlement.

The School is still yet to receive a final wash up that adjusts the estimated quarterly installments for the actual teacher aides employed in 2022.

The Ministry is in the process of determining the amount of the final wash up payment for the year ended 31 December 2022 and the impact of the final calculation on the financial statements is unable to be determined at the date of reporting. The School has therefore not recognised this wash up in its financial statements. The wash up is expected to be completed by July 2023.



20. Commitments

(a) Capital Commitments

As at 31 December 2022 the Board has entered into contract agreements for capital works as follows:

(a) A Learning Support Student Centre, contract of \$811,233 still to be completed in 2023. The Balance Sheet balance of \$359,523 is made up of \$29,306 MoE funds to come and \$329,219 to be reclassified as an Assets once the project is finished.; and

(b) Weather Tightness Project, (Funded by MOE) contract of \$303,928 to be completed in 2023, of which there is a balance of \$72,126 still to come from MoE, no BOT commitment at this stage; and

(c) Tawa Block Toilet Upgrade Project, contract of \$424,128 to be completed in 2023 of which there is a balance of \$396,953 income and expenses to come, made up of \$344,644 from MOE and \$52,311 of BoT committed funds; and

(d) Artificial Turf Canopy project, contract of \$1,380,000 to be completed in 2023 of which with a balance of \$1,347,790 income and expenses still to come, made up of \$1,280,000 from Auckland Council (Grant) and \$97,479 of BoT committed funds.

(Capital commitments at 31 December 2021: \$Nil)

21. Financial Instruments

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

Financial assets measured at amortised cost

		2022	School	2021	2022	Group	2021
		Actual	Budget	Actual	Actual	Budget	Actual
		\$	(Unaudited)	\$	\$	(Unaudited)	\$
Cash and Cash Equivalents	7	466,492	655,262	807,347	578,904	767,674	844,361
Receivables	8	705,640	757,000	840,272	705,640	757,000	840,272
Investments - Term Deposits	10	1,355,092	1,336,994	1,336,994	1,355,092	1,336,994	1,336,994
Total Financial Assets Measured at Amortised Cost		2,527,224	2,749,256	2,984,613	2,639,636	2,861,668	3,021,627

Financial liabilities measured at amortised cost

Payables	12	910,960	1,004,000	998,062	910,960	1,004,000	998,062
Finance Leases	15	270,454	315,000	354,347	270,454	315,000	354,347
Total Financial Liabilities Measured at Amortised Cost		1,181,414	1,319,000	1,352,409	1,181,414	1,319,000	1,352,409

22. Investment in Subsidiaries

Details of the Group's material subsidiaries at the end of the reporting period are as follows.

Name of Subsidiary	Principal Activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group		Value of investment \$000	
			2022	2021	2022	2021
One Tree Hill College Art Trust (the Trust)	Protecting the school's art	Auckland, NZ	100%	100%	-	-

The subsidiary has a 31 December balance date, is 100% owned by the School, and is incorporated and domiciled in New Zealand.

The School controls the Trust for financial reporting purposes because, in substance, the school predetermined the objectives of the Trust at establishment and benefits from the Trust's complementary activities.

The Trust is a registered charity. The school consolidates the One Tree Hill Art Trust (the Trust) as it is a controlled entity as outlined in the accounting policies. The Trust was established in 2009 as part of a formal process of protecting the School's important art collection. The Trust is a registered charitable trust.

The art collection was started in 1969 by the then principal Murray Print, with the help of Wally Crossman. The Collection has been added to over the years largely through gifts and donations to the school and forms an important part of the school's culture and environment with the art work on display throughout the school.

23. Comparatives

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



INDEPENDENT AUDITOR'S REPORT**TO THE READERS OF ONE TREE HILL COLLEGE'S GROUP FINANCIAL
STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022**

The Auditor-General is the auditor of One Tree Hill College and its controlled entities (collectively referred to as 'the Group'). The Auditor-General has appointed me, Kurt Sherlock, using the staff and resources of Crowe New Zealand Audit Partnership, to carry out the audit of the financial statements of the Group on his behalf.

Opinion

We have audited the financial statements of the Group on pages 2 to 19, that comprise the statement of financial position as at 31 December 2022, 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 Group:

- present fairly, in all material respects:
 - its financial position as at 31 December 2022; 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 – Public Benefit Entity Standards Reduced Disclosure Regime.

Our audit was completed on 31 May 2023. 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.

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is external audit, conducted via the Crowe Australasia external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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Services are provided by Crowe New Zealand Audit Partnership an affiliate of Findex (Aust) Pty Ltd.

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Responsibilities of the Board for the financial statements

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

The Board 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 Group for assessing the Group'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 Group, or there is no realistic alternative but to do so.

The Board's responsibilities, in terms of the requirements of the Education and Training Act 2020, arise from section 87 of the Education Act 1989.

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 Group'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 Group'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 Group'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 Group 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 obtain sufficient appropriate audit evidence regarding the financial statements of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.
- We assess the risk of material misstatement arising from the school 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 arise from the Public Audit Act 2001.

Other information

The Board is responsible for the other information. The other information obtained at the date of our audit report is the Analysis of Variance 2022, the Kiwisport Funding Report, 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 Group 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 Group.



Kurt Sherlock
Crowe New Zealand Audit Partnership
On behalf of the Auditor-General
Auckland, New Zealand