

## Morrinsville School

### ANNUAL FINANCIAL REPORT 2024

#### Te Pūranga ā-tau



Te Ahunga – The Mission

Kia Tipu, Kia Hua, Kia Puaawai

To Grow, Prosper and Sustain

# MORRINSVILLE SCHOOL

## ANNUAL FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2024

#### School Directory

**Ministry Number:** 1834

**Principal:** Shay Noonan

**School Address:** Lincoln Street  
Morrinsville

**School Postal Address:** Lincoln Street  
Morrinsville

**School Phone:** 07 8897250

**School Email:** reception@morrinsville.school.nz

**Accountant / Service Provider:** Lynda Brunton

#### Members of the Board:

Name	Position	How Position Gained	Term Expired/
Brett Johnstone	Presiding Member	Elected	Jun-25
Shay Noonan	Principal ex Officio		
Michael Carey	Parent Representative	Co-Opted	Jun-25
Lynda Brunton	Parent Representative	Co-Opted	Jun-25
Ray Hohipa	Parent Representative	Elected	Jun-25
Lycinda Lett	Parent Representative	Elected	Jun-25
Grant Briscoe	Parent Representative	Elected	Jun-25
Nga Gifford-Delamere	Parent Representative	Selected	Jun-25
Nicole Healey	Staff Representative	Elected	Jun-25

# Morrinsville School

## Statement of Responsibility

For the year ended 31 December 2024

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 2024 fairly reflects the financial position and operations of the School.

The School's 2024 financial statements are authorised for issue by the Board.

Brett Charles Johnstone

Full Name of Presiding Member



Signature of Presiding Member

Date:

30/5/2025

James Francis (Shay) NOONAN

Full Name of Principal



Signature of Principal

Date:

30/5/2025



# Morrinsville School

## Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2024

	Notes	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
<b>Revenue</b>				
Government Grants	2	3,094,827	841,286	2,805,981
Locally Raised Funds	3	110,230	135,000	159,465
Interest		13,510	4,500	9,879
<b>Total Revenue</b>		<b>3,218,567</b>	<b>980,786</b>	<b>2,975,325</b>
<b>Expense</b>				
Locally Raised Funds	3	143,331	120,300	119,132
Learning Resources	4	2,014,577	312,450	1,748,554
Administration	5	457,228	203,150	429,767
Property	6	625,186	236,600	600,356
Loss on Disposal of Property, Plant and Equipment		3,268	-	2,456
<b>Total Expense</b>		<b>3,243,590</b>	<b>872,500</b>	<b>2,900,265</b>
<b>Net Surplus / (Deficit) for the year</b>		<b>(25,023)</b>	<b>108,286</b>	<b>75,060</b>
Other Comprehensive Revenue and Expense		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<b>(25,023)</b>	<b>108,286</b>	<b>75,060</b>

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

# Morrinsville School

## Statement of Changes in Net Assets/Equity

For the year ended 31 December 2024

	Notes	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
<b>Equity at 1 January</b>		401,757	326,697	326,697
Total comprehensive revenue and expense for the year		(25,023)	108,286	75,060
Contribution - Te Mana Tuhono		13,969	-	-
Contribution - Furniture and Equipment Grant		7,533	-	-
<b>Equity at 31 December</b>		398,236	434,983	401,757
Accumulated comprehensive revenue and expense		398,236	434,983	401,757
Reserves		-	-	-
<b>Equity at 31 December</b>		398,236	434,983	401,757

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.

# Morrinsville School

## Statement of Financial Position

As at 31 December 2024

	Notes	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
<b>Current Assets</b>				
Cash and Cash Equivalents	7	130,412	90,436	96,309
Accounts Receivable	8	134,353	119,439	119,439
GST Receivable		19,697	4,070	4,071
Prepayments		3,622	20,180	20,180
Inventories	9	1,168	1,241	1,241
Investments		133,227	132,039	126,039
		422,479	367,405	367,279
<b>Current Liabilities</b>				
Accounts Payable	12	184,056	183,772	183,772
Revenue Received in Advance	13	30,339	10,031	10,031
Provision for Cyclical Maintenance	14	26,583	41,875	50,182
Finance Lease Liability	15	10,987	11,194	11,194
Funds held for Capital Works Projects	17	93,329	-	-
Funds held for RTLB Services		484	484	484
		345,778	247,356	255,663
<b>Working Capital Surplus/(Deficit)</b>		76,701	120,049	111,616
<b>Non-current Assets</b>				
Property, Plant and Equipment	11	394,396	406,853	373,753
		394,396	406,853	373,753
<b>Non-current Liabilities</b>				
Borrowings		-	-	-
Provision for Cyclical Maintenance	14	51,642	79,597	71,290
Finance Lease Liability	15	21,219	12,322	12,322
		72,861	91,919	83,612
<b>Net Assets</b>		398,236	434,983	401,757
<b>Equity</b>				
		398,236	434,983	401,757

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



# Morrinsville School

## Statement of Cash Flows

For the year ended 31 December 2024

	Note	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
<b>Cash flows from Operating Activities</b>				
Government Grants		1,047,322	767,472	969,263
Locally Raised Funds		130,869	133,750	162,378
Goods and Services Tax (net)		(15,627)	-	(2,905)
Payments to Employees		(714,945)	(492,500)	(575,181)
Payments to Suppliers		(448,285)	(380,000)	(391,418)
Interest Received		13,012	4,500	9,878
Net cash from/(to) Operating Activities		12,346	33,222	172,015
<b>Cash flows from Investing Activities</b>				
Purchase of Property Plant & Equipment (and Intangibles)		(81,988)	(25,000)	(38,653)
Purchase of Investments		(7,188)	(6,000)	(30,324)
Net cash from/(to) Investing Activities		(89,176)	(31,000)	(68,977)
<b>Cash flows from Financing Activities</b>				
Furniture and Equipment Grant		7,533	-	-
Finance Lease Payments		10,070	(8,095)	(11,011)
Funds Administered on Behalf of Other Parties		93,330	-	4,292
Net cash from/(to) Financing Activities		110,933	(8,095)	(6,719)
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>34,103</b>	<b>(5,873)</b>	<b>96,319</b>
Cash and cash equivalents at the beginning of the year	7	96,309	96,309	(10)
<b>Cash and cash equivalents at the end of the year</b>	<b>7</b>	<b>130,412</b>	<b>90,436</b>	<b>96,309</b>

The Statement of Cash Flows records only those cash flows directly within the control of the School. This means centrally funded teachers' salaries, 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.

# Morrinsville School

## Notes to the Financial Statements

### For the year ended 31 December 2024

#### 1. Statement of Accounting Policies

##### **a) Reporting Entity**

Morrinsville 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 statements have been prepared for the period 1 January 2024 to 31 December 2024 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 with reference to generally accepted accounting practice. The financial statements have been prepared with reference to 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 expense threshold of \$33 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***

The 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.



# **Morrinsville School**

## **Notes to the Financial Statements**

### **For the year ended 31 December 2024**

#### *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 15. Future operating lease commitments are disclosed in note 21.

#### *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.

# Morrinsville School

## Notes to the Financial Statements

### For the year ended 31 December 2024

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

#### **i) Investments**

Bank term deposits are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance. A loss allowance for expected credit losses is recognised if the estimated loss allowance is material.

#### **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.

# Morrinsville School

## Notes to the Financial Statements

### For the year ended 31 December 2024

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	10–75 years
Board-owned Buildings	10–75 years
Furniture and Equipment	10–15 years
Information and Communication Technology	3–5 years
Intangible Assets	3 years
Motor Vehicles	5 years
Leased Assets held under a Finance Lease	Term of Lease
Library Resources	12.5% Diminishing value

#### **k) Impairment of property, plant, and equipment**

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

#### **Non cash generating assets**

Property, plant, and equipment 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 recent market transactions.

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

#### **l) 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.



# **Morrinsville School**

## **Notes to the Financial Statements**

### **For the year ended 31 December 2024**

#### **m) Employee Entitlements**

##### *Short-term employee entitlements*

Employee entitlements that are expected to be settled within 12 months after the end of the reporting period in which the employees provide the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date and annual leave earned, by non teaching staff, 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.

#### **n) Revenue Received in Advance**

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

#### **o) Funds Held in Trust**

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

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

#### **p) 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 Comprehensive Revenue and Expense.

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

#### **q) 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 10 to 15 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.

#### **r) 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 initially recognised at fair value and subsequently measured at amortised cost, using the effective interest method.

# **Morrinsville School**

## **Notes to the Financial Statements**

### **For the year ended 31 December 2024**

The School's financial liabilities comprise accounts payable and finance lease 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.

#### **s) 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, Inland Revenue, including the GST relating to investing and financing activities, is classified as a net operating cash flow in the statement of cash flows.

Commitments and contingencies are disclosed exclusive of GST.

#### **t) Budget Figures**

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

#### **u) 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.

# Morrinsville School

## Notes to the Financial Statements

### For the year ended 31 December 2024

#### 2. Government Grants

	2024	2024	2023
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Government Grants - Ministry of Education	963,234	823,786	931,308
Teachers' Salaries Grants	1,446,177	-	1,293,468
Use of Land and Buildings Grants	352,516	-	315,700
Ka Ora, Ka Ako - Healthy School Lunches Programme	248,812	-	227,551
Other Government Grants	84,088	17,500	37,954
	<u>3,094,827</u>	<u>841,286</u>	<u>2,805,981</u>

#### 3. Locally Raised Funds

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

	2024	2024	2023
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
<b>Revenue</b>			
Donations	8,199	40,000	26,142
Fees for Extra Curricular Activities	92,059	79,000	78,907
Trading	7,917	16,000	19,416
Fundraising and Community Grants	2,055	-	35,000
	<u>110,230</u>	<u>135,000</u>	<u>159,465</u>
<b>Expense</b>			
Extra Curricular Activities Costs	110,873	92,500	89,060
Trading	32,458	27,800	30,072
	<u>143,331</u>	<u>120,300</u>	<u>119,132</u>
<i>Surplus/ (Deficit) for the year Locally Raised Funds</i>	<u>(33,101)</u>	<u>14,700</u>	<u>40,333</u>

#### 4. Learning Resources

	2024	2024	2023
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Curricular	21,616	42,150	21,061
Information and Communication Technology	60,734	47,000	51,587
Employee Benefits - Salaries	1,846,157	210,500	1,599,152
Staff Development	15,404	12,800	3,720
Depreciation	70,666	-	73,034
	<u>2,014,577</u>	<u>312,450</u>	<u>1,748,554</u>



# Morrinsville School

## Notes to the Financial Statements

### For the year ended 31 December 2024

#### 5. Administration

	2024	2024	2023
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Audit Fees	7,560	7,000	7,676
Board Fees and Expenses	11,486	11,300	13,067
Operating Leases	934	900	892
Other Administration Expenses	16,950	11,650	15,177
Employee Benefits - Salaries	158,599	161,500	156,473
Insurance	11,187	9,000	7,527
Service Providers, Contractors and Consultancy	1,700	1,500	1,404
Ka Ora, Ka Ako - Healthy School Lunches Programme	248,812	300	227,551
	<u>457,228</u>	<u>203,150</u>	<u>429,767</u>

#### 6. Property

	2024	2024	2023
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Consultancy and Contract Services	6,344	7,000	7,071
Cyclical Maintenance	8,307	30,000	50,986
Heat, Light and Water	24,116	24,000	23,165
Rates	6,549	5,700	5,657
Repairs and Maintenance	45,538	27,000	62,050
Use of Land and Buildings	352,516	-	315,700
Employee Benefits - Salaries	148,540	120,500	117,698
Other Property Expenses	33,276	22,400	18,029
	<u>625,186</u>	<u>236,600</u>	<u>600,356</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.

#### 7. Cash and Cash Equivalents

	2024	2024	2023
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Bank Accounts	131,095	90,436	96,309
Bank Credit Card	(683)	-	-
Cash and cash equivalents for Statement of Cash Flows	<u>130,412</u>	<u>90,436</u>	<u>96,309</u>

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

Of the \$130,412 Cash and Cash Equivalents, \$93,329 is held by the School on behalf of the Ministry of Education. These funds have been provided by the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings and include retentions on the projects, if applicable. The funds are required to be spent in 2025 on Crown owned school buildings.

Of the \$130,412 Cash and Cash Equivalents, \$10,339 of Revenue Received in Advance is held by the School, as disclosed in note 13.

Of the \$130,412 Cash and Cash Equivalents, \$20,000 of unspent grant funding is held by the School. This funding is subject to conditions which specify how the grant is required to be spent. If these conditions are not met, the funds will need to be returned.

# Morrinsville School

## Notes to the Financial Statements

### For the year ended 31 December 2024

#### 8. Accounts Receivable

	2024 Actual	2024 Budget (Unaudited)	2023 Actual
	\$	\$	\$
Receivables	3,382	3,713	3,713
Interest Receivable	498	-	-
Teacher Salaries Grant Receivable	130,473	115,726	115,726
	<u>134,353</u>	<u>119,439</u>	<u>119,439</u>
Receivables from Exchange Transactions	3,880	3,713	3,713
Receivables from Non-Exchange Transactions	130,473	115,726	115,726
	<u>134,353</u>	<u>119,439</u>	<u>119,439</u>

#### 9. Inventories

	2024 Actual	2024 Budget (Unaudited)	2023 Actual
	\$	\$	\$
Stationery	1,168	1,241	1,241
	<u>1,168</u>	<u>1,241</u>	<u>1,241</u>

#### 10. Investments

The School's investment activities are classified as follows:

	2024 Actual	2024 Budget (Unaudited)	2023 Actual
	\$	\$	\$
Current Asset			
Short-term Bank Deposits	133,227	132,039	126,039
	<u>133,227</u>	<u>132,039</u>	<u>126,039</u>

#### 11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2024	\$	\$	\$	\$	\$	\$
Buildings	224,169	44,413	-	-	(24,518)	244,064
Furniture and Equipment	69,023	9,990	-	(387)	(14,355)	64,271
Information and Communication Technology	26,833	19,428	-	-	(18,651)	27,610
Motor Vehicles	23,925	-	-	-	(3,998)	19,927
Leased Assets	22,471	27,360	(7,185)	(2,874)	(8,157)	31,615
Library Resources	7,332	572	-	(8)	(987)	6,909
	<u>373,753</u>	<u>101,762</u>	<u>(7,185)</u>	<u>(3,268)</u>	<u>(70,666)</u>	<u>394,396</u>

**Morrinsville School**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2024**

	2024	2024	2024	2023	2023	2023
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	717,581	(473,516)	244,065	673,168	(448,999)	224,169
Furniture and Equipment	294,330	(230,060)	64,270	312,064	(243,041)	69,023
Information and Communication Technology	274,909	(247,299)	27,610	270,952	(244,119)	26,833
Motor Vehicles	39,744	(19,817)	19,927	39,744	(15,819)	23,925
Leased Assets	43,969	(12,354)	31,615	45,349	(22,878)	22,471
Library Resources	54,361	(47,452)	6,909	53,843	(46,511)	7,332
	<u>1,424,894</u>	<u>(1,030,498)</u>	<u>394,396</u>	<u>1,395,120</u>	<u>(1,021,367)</u>	<u>373,753</u>

**12. Accounts Payable**

	2024 Actual	2024 Budget (Unaudited)	2023 Actual
	\$	\$	\$
Creditors	8,756	15,393	15,393
Employee Entitlements - Salaries	130,473	115,726	115,726
Employee Entitlements - Leave Accrual	44,827	52,653	52,653
	<u>184,056</u>	<u>183,772</u>	<u>183,772</u>
Payables for Exchange Transactions	184,056	183,772	183,772
	<u>184,056</u>	<u>183,772</u>	<u>183,772</u>

The carrying value of payables approximates their fair value.

**13. Revenue Received in Advance**

	2024 Actual	2024 Budget (Unaudited)	2023 Actual
	\$	\$	\$
Grants in Advance - Conditional not spent	20,000	10,031	10,031
Other Revenue in Advance	10,339	-	-
	<u>30,339</u>	<u>10,031</u>	<u>10,031</u>



# Morrinsville School

## Notes to the Financial Statements

### For the year ended 31 December 2024

#### 14. Provision for Cyclical Maintenance

	2024 Actual	2024 Budget (Unaudited)	2023 Actual
	\$	\$	\$
Provision at the Start of the Year	121,472	121,472	75,806
Increase to the Provision During the Year	8,307	8,307	14,990
Use of the Provision During the Year	(51,554)	(8,307)	-
Other Adjustments	-	-	30,676
Provision at the End of the Year	78,225	121,472	121,472
Cyclical Maintenance - Current	26,583	41,875	50,182
Cyclical Maintenance - Non current	51,642	79,597	71,290
	78,225	121,472	121,472

The School's cyclical maintenance schedule details annual painting to be undertaken. The costs associated with this annual work will vary depending on the requirements during the year. This plan is based on costs from paints of the school.

#### 15. Finance Lease Liability

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

	2024 Actual	2024 Budget (Unaudited)	2023 Actual
	\$	\$	\$
No Later than One Year	10,987	11,194	11,194
Later than One Year and no Later than Five Years	21,219	12,322	12,322
	32,206	23,516	23,516
<b>Represented by</b>			
Finance lease liability - Current	10,987	11,194	11,194
Finance lease liability - Non current	21,219	12,322	12,322
	32,206	23,516	23,516

# Morrinsville School

## Notes to the Financial Statements

### For the year ended 31 December 2024

#### 16. 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 project is included under cash and cash equivalents in note 7, and includes retentions on the projects, if applicable.

	2024	Opening Balances	Receipts from MOE	Payments	Board Contributions	Closing Balances
		\$	\$	\$	\$	\$
5YP - Reroof and Toilets		-	247,628	(154,299)	-	93,329
Totals		-	247,628	(154,299)	-	93,329

#### Represented by:

Funds Held on Behalf of the Ministry of Education

93,329

	2023	Opening Balances	Receipts from MOE	Payments	Board Contributions	Closing Balances
		\$	\$	\$	\$	\$
5YP - SIP Project	<i>completed</i>	2,863	14,623	17,486		
5YP - 22/23 Classroom Upgrade	<i>completed</i>	(7,155)	90,000	82,845		
5YP - Reroof and Toilets	<i>in progress</i>	-	15,045	15,045	-	-
Totals		(4,292)	119,668	115,376	-	-

#### Represented by:

Funds Held on Behalf of the Ministry of Education

-

#### 17. Related Party Transactions

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

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

# Morrinsville School

## Notes to the Financial Statements

### For the year ended 31 December 2024

#### 18. Remuneration

##### Key management personnel compensation

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

	2024 Actual \$	2023 Actual \$
<i>Board Members</i>		
Remuneration	3,595	4,145
<i>Leadership Team</i>		
Remuneration	392,577	376,525
Full-time equivalent members	3	3
Total key management personnel remuneration	396,172	380,670

There are 8 members of the Board excluding the Principal. The Board has held 12 full meetings of the Board in the year. As well as these regular meetings, including preparation time, the Presiding member and other Board members have also been involved in ad hoc meetings to consider student welfare matters including stand downs, suspensions, and other disciplinary matters.

##### Principal 1

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

	2024 Actual \$000	2023 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	160-170	150-160
Benefits and Other Emoluments	-	-
Termination Benefits	-	-

##### Other Employees

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

Remuneration \$000	2024 FTE Number	2023 FTE Number
100 - 110	4	2
110 - 120	3	2
	7	4

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

#### 19. Compensation and Other Benefits Upon Leaving

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

	2024 Actual	2023 Actual
Total	-	-
Number of People	-	-



# Morrinsville School

## Notes to the Financial Statements

### For the year ended 31 December 2024

#### 20. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2024 (Contingent liabilities and assets at 31 December 2023: nil).

##### Holidays Act Compliance – Schools Payroll

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

The Ministry 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.

##### Pay Equity and Collective Agreement Funding Wash-up

In 2024 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. At the date of signing the financial statements the School's final entitlement for the year ended 31 December 2024 has not yet been advised. The School has therefore not recognised an asset or a liability regarding this funding wash-up, which is expected to be settled in July 2025.

#### 21. Commitments

##### (a) Capital Commitments

At 31 December 2024, the Board had capital commitments of \$93,369 (2023:\$0) as a result of entering the following contracts:

Contract Name	2024 Capital Commitment
	\$
5YP - Reroof and Toilets	93,329
<b>Total</b>	<b>93,329</b>

The Board receives funding from the Ministry of Education for Capital Works which is disclosed in note 16.

##### (b) Operating Commitments

As at 31 December 2024, the Board has following contracts:

- (a) new finance lease for photocopier and printer
- (b) existing finance leases for laptops

	2024 Actual	2023 Actual
	\$	\$
No later than One Year	10,937	11,194
Later than One Year and No Later than Five Years	21,269	12,322
Later than Five Years	-	-
	<b>32,206</b>	<b>23,516</b>

The total lease payments incurred during the year were \$12,420 (2023: \$11,903).

# Morrinsville School

## Notes to the Financial Statements

### For the year ended 31 December 2024

#### 22. Financial Instruments

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

##### Financial assets measured at amortised cost

	2024 Actual	2024 Budget (Unaudited)	2023 Actual
	\$	\$	\$
Cash and Cash Equivalents	130,412	90,436	96,309
Receivables	134,353	119,439	119,439
Investments - Term Deposits	133,227	132,039	126,039
Total financial assets measured at amortised cost	<u>397,992</u>	<u>341,914</u>	<u>341,787</u>

##### Financial liabilities measured at amortised cost

	2024	2024	2023
	Actual	Budget (Unaudited)	Actual
Payables	184,056	183,772	183,772
Borrowings - Loans	-	-	-
Finance Leases	32,206	23,516	23,516
Total financial liabilities measured at amortised cost	<u>216,262</u>	<u>207,288</u>	<u>207,288</u>

#### 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.