

St Anne's Catholic School (Manurewa)

Financial Statements for the year ended 31 December 2017

School Address:	124 Russell Road, Manurewa, Auckland
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Ministry Number:	1486

St Anne's Catholic School (Manurewa)

Financial Statements

For the year ended 31 December 2017

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St Anne's Catholic School (Manurewa)
Statement of Responsibility

For the year ended 31 December 2017


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

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

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2017 fairly reflects the financial position and operations of the school.

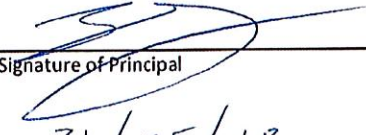
The School's 2017 financial statements are authorised for issue by the Board.

GEORGE FUJAVAILILI
Full Name of Board Chairperson


Signature of Board Chairperson

31/05/18
Date:

Glen Ryan
Full Name of Principal


Signature of Principal

31/05/18
Date:

St Anne's Catholic School (Manurewa)
Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2017

	Notes	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Revenue				
Government Grants	2	3,461,296	3,121,927	3,370,621
Locally Raised Funds	3	219,319	121,900	215,680
Use of Land and Buildings Integrated		894,850	181,465	181,465
Interest Earned		19,029	15,000	14,096
		4,594,494	3,440,292	3,781,862
Expenses				
Locally Raised Funds	3	134,168	66,000	127,187
Learning Resources	4	2,787,434	2,611,200	2,816,256
Administration	5	268,244	282,950	164,778
Finance Costs		12,066	5,500	10,925
Property	6	1,036,149	359,465	359,765
Depreciation	7	114,653	80,000	73,138
Amortisation of Equitable Lease		13,022	13,022	13,022
Loss on Disposal of Property, Plant and Equipment		1,049	-	11,123
		4,366,785	3,418,137	3,576,194
Net Surplus		227,709	22,155	205,668
Other Comprehensive Revenue and Expenses		-	-	-
Total Comprehensive Revenue and Expense for the Year		227,709	22,155	205,668

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

St Anne's Catholic School (Manurewa)
Statement of Changes in Net Assets/Equity

For the year ended 31 December 2017

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Balance at 1 January	1,204,353	1,204,353	998,685
Total comprehensive revenue and expense for the year	227,709	22,155	205,668
Equity at 31 December	1,432,062	1,226,508	1,204,353
Retained Earnings	1,432,062	1,226,508	1,204,353
Equity at 31 December	1,432,062	1,226,508	1,204,353

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



St Anne's Catholic School (Manurewa)
Statement of Financial Position

As at 31 December 2017

	Notes	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Current Assets				
Cash and Cash Equivalents	8	323,434	520,427	652,228
Accounts Receivable	9	178,852	121,000	122,453
GST Receivable		3,157	15,000	18,558
Prepayments		7,786	10,000	30,092
Inventories	10	31,962	20,000	20,697
Investments	11	500,000	-	-
		<u>1,045,191</u>	<u>686,427</u>	<u>844,028</u>
Current Liabilities				
Accounts Payable	14	192,011	160,000	161,345
Revenue Received in Advance	15	14,024	20,000	21,078
Painting Contract Liability - Current Portion	17	14,464	14,464	13,981
Finance Lease Liability - Current Portion	18	60,907	41,580	45,820
		<u>281,406</u>	<u>236,044</u>	<u>242,224</u>
Working Capital Surplus/(Deficit)		763,785	450,383	601,804
Non-current Assets				
Property, Plant and Equipment	12	528,139	573,978	436,978
Equitable Leasehold Interest	13	240,723	240,723	253,745
		<u>768,862</u>	<u>814,701</u>	<u>690,723</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	16	27,503	3,778	3,759
Painting Contract Liability	17	18,966	18,294	26,755
Finance Lease Liability	18	54,116	16,504	57,660
		<u>100,585</u>	<u>38,576</u>	<u>88,174</u>
Net Assets		<u>1,432,062</u>	<u>1,226,508</u>	<u>1,204,353</u>
Equity		<u>1,432,062</u>	<u>1,226,508</u>	<u>1,204,353</u>

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

St Anne's Catholic School (Manurewa)
Statement of Cash Flows

For the year ended 31 December 2017

	Note	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Cash flows from Operating Activities				
Government Grants		1,176,504	1,115,927	1,151,688
Locally Raised Funds		186,325	128,900	223,372
Goods and Services Tax (net)		15,401	1,000	(2,171)
Payments to Employees		(508,250)	(538,000)	(525,802)
Payments to Suppliers		(496,294)	(647,150)	(596,892)
Interest Paid		(12,066)	(5,500)	(10,925)
Interest Received		15,210	16,500	15,531
Cyclical Maintenance Payments		(7,158)	(17,826)	(39,450)
Net cash from / (to) the Operating Activities		369,672	53,851	215,351
Cash flows from Investing Activities				
Purchase of PPE (and Intangibles)		(143,314)	(322,420)	(179,742)
Purchase of Investments		(500,000)	105,000	104,959
Net cash from / (to) the Investing Activities		(643,314)	(217,420)	(74,783)
Cash flows from Financing Activities				
Finance Lease Payments		(47,846)	10,484	(34,637)
Painting contract payments		(7,306)	(6,295)	25,469
Net cash from / (to) Financing Activities		(55,152)	4,189	(9,168)
Net increase/(decrease) in cash and cash equivalents		(328,794)	(159,380)	131,400
Cash and cash equivalents at the beginning of the year	8	652,228	679,807	520,828
Cash and cash equivalents at the end of the year	8	323,434	520,427	652,228

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

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



St Anne's Catholic School (Manurewa)

Notes to the Financial Statements

For the year ended 31 December 2017

1. Statement of Accounting Policies

Reporting Entity

St Anne's Catholic School (Manurewa) (the School) is a Crown entity as specified in the Crown Entities Act 2004 and a school as described in the Education Act 1989. The Board of Trustees (the Board) is of the view that the School is a public benefit entity for financial reporting purposes.

Basis of Preparation

Reporting Period

The financial reports have been prepared for the period 1 January 2017 to 31 December 2017 and in accordance with the requirements of the Public Finance Act 1989.

Basis of Preparation

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

Financial Reporting Standards Applied

The Education Act 1989 requires the School, as a Crown entity, to prepare financial statements in accordance with generally accepted accounting practice. The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand, applying Public Sector Public Benefit Entity (PBE) Standards Reduced Disclosure Regime as appropriate to public benefit entities that qualify for Tier 2 reporting. The school is considered a Public Benefit Entity as it meets the criteria specified as "having a primary objective to provide goods and/or services for community or social benefit and where any equity has been provided with a view to supporting that primary objective rather than for financial return to equity holders".

PBE Accounting Standards Reduced Disclosure Regime

The School qualifies for Tier 2 as the school is not publicly accountable and is not considered large as it falls below the expenditure threshold of \$30 million per year. All relevant reduced disclosure concessions have been taken.

Measurement Base

The financial statements are prepared on the historical cost basis unless otherwise noted in a specific accounting policy.

Presentation Currency

These financial statements are presented in New Zealand dollars, rounded to the nearest dollar.

Specific Accounting Policies

The accounting policies used in the preparation of these financial statements are set out below.

Critical Accounting Estimates And Assumptions

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Useful lives of property, plant and equipment

The School reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment as disclosed in the Significant Accounting Policies are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 12.

St Anne's Catholic School (Manurewa)

Notes to the Financial Statements (cont.)

For the year ended 31 December 2017

Critical Judgements in applying accounting policies

Management has exercised the following critical judgements in applying accounting policies:

Classification of leases

The School reviews the details of lease agreements at the end of each reporting date. The School believes the classification of each lease as either operation or finance is appropriate and reflects the nature of the agreement in place. Finance leases are disclosed at note 18.

Recognition of grants

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

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 Grants

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

Grants for the use of land and buildings are also 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 Proprietor. Use of land and building grants are recorded as revenue in the period the School uses the land and buildings.

Donations, Gifts and Bequests

Donations, gifts and bequests are recorded as revenue when their receipt is formally acknowledged by the School.

Interest Revenue

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

Use of Land and Buildings Expense

The property from which the School operates is owned by the Proprietor. The expense is based on an assumed market rental yield on the land and buildings as used for rating purposes. This is a non-cash expense that is offset by a non-cash grant from the Proprietor.

Operating Lease Payments

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

Finance Lease Payments

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

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.



St Anne's Catholic School (Manurewa)

Notes to the Financial Statements (cont.)

For the year ended 31 December 2017

Accounts Receivable

Accounts Receivable represents items that the School has issued invoices for or accrued for, but has not received payment for at year end. Receivables are initially recorded at fair value and subsequently recorded at the amount the School realistically expects to receive. A receivable is considered uncollectable where there is objective evidence the School will not be able to collect all amounts due. The amount that is uncollectable (the provision for uncollectibility) is the difference between the amount due and the present value of the amounts expected to be collected.

Inventories

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

Investments

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

Investments that are shares are categorised as "available for sale" for accounting purposes in accordance with financial reporting standards. Share investments are recognised initially by the School at fair value plus transaction costs. At balance date the School has assessed whether there is any evidence that an investment is impaired. Any impairment, gains or losses are recognised in the Statement of Comprehensive Revenue and Expense.

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

The School has met the requirements under schedule 6 section 28 of the Education Act 1989 in relation to the acquisition of investment securities.

Property, Plant and Equipment

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

Improvements to buildings owned by the Proprietor are recorded at cost, less accumulated depreciation and impairment losses.

Property, plant and equipment are recorded at cost or, in the case of donated assets, fair value at the date of receipt, less accumulated depreciation and impairment losses. Cost or fair value as the case may be, includes those costs that relate directly to bringing the asset to the location where it will be used and making sure it is in the appropriate condition for its intended use.

Property, plant and equipment acquired with individual values under \$500 are not capitalised, they are recognised as an expense in the Statement of Comprehensive Revenue and Expense.

Gains and losses on disposals (i.e. sold or given away) are determined by comparing the proceeds received with the carrying amounts (i.e. the book value). The gain or loss arising from the disposal of an item of property, plant and equipment is recognised in the Statement of Comprehensive Revenue and Expense.

Leased Assets

Leases where the School assumes substantially all the risks and rewards of ownership are classified as finance leases. The assets acquired by way of finance lease are measured at an amount equal to the lower of their fair value and the present value of the minimum lease payments at inception of the lease, less accumulated depreciation and impairment losses. Leased assets and corresponding liability are recognised in the Statement of Financial Position and leased assets are depreciated over the period the School is expected to benefit from their use or over the term of the lease.

St Anne's Catholic School (Manurewa)

Notes to the Financial Statements (cont.)

For the year ended 31 December 2017

Depreciation

Property, plant and equipment except for library resources are depreciated over their estimated useful lives on a straight line basis. Library resources are depreciated on a diminishing value basis. Depreciation of all assets is reported in the Statement of Comprehensive Revenue and Expense.

The estimated useful lives of the assets are:

Buildings	20 years
Furniture and equipment	5-20 years
Information and communication technology	4-20 years
Leased assets held under a Finance Lease	3-4 years
Library resources	12.5% Diminishing value

Impairment of property, plant, and equipment and intangible assets

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

Non cash generating assets

Property, plant, and equipment and intangible assets held at cost that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

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

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

The reversal of an impairment loss is recognised in the surplus or deficit.

Accounts Payable

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

Employee Entitlements

Short-term employee entitlements

Employee benefits that are due to be settled within 12 months after the end of the period in which the employee renders the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, annual leave earned to but not yet taken at balance date.

Long-term employee entitlements

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

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



St Anne's Catholic School (Manurewa) Notes to the Financial Statements (cont.)

For the year ended 31 December 2017

Revenue Received In Advance

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

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

Provision for Cyclical Maintenance

The property from which the School operates is owned by the Proprietor. The Board is responsible for maintaining the land, buildings and other facilities on the School site in a state of good order and repair.

Cyclical maintenance, which involves painting the interior and exterior of the School, makes up the most significant part of the Board's responsibilities outside day-to-day maintenance. The provision for cyclical maintenance represents the obligation the Board has to the Proprietor and is based on the Board's ten year property plan (10YPP).

Financial Assets and Liabilities

The School's financial assets comprise cash and cash equivalents, accounts receivable, and investments. All of these financial assets, except for investments that are shares, are categorised as "loans and receivables" for accounting purposes in accordance with financial reporting standards.

Investments that are shares are categorised as "available for sale" for accounting purposes in accordance with financial reporting standards.

The School's financial liabilities comprise accounts payable, finance lease liability, and painting contract liability. All of these financial liabilities are categorised as "financial liabilities measured at amortised cost" for accounting purposes in accordance with financial reporting standards.

Goods and Services Tax (GST)

The financial statements have been prepared on a GST exclusive basis, with the exception of accounts receivable and accounts payable which are stated as GST inclusive.

The net amount of GST paid to, or received from, the IRD, including the GST relating to investing and financing activities, is classified as a net operating cash flow in the Statement of Cash Flows.

Commitments and contingencies are disclosed exclusive of GST.

Budget Figures

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

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.

St Anne's Catholic School (Manurewa)

Notes to the Financial Statements (cont.)

For the year ended 31 December 2017

2 Government Grants

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Operational grants	988,882	980,409	1,028,228
Teachers' salaries grants	2,285,030	2,000,000	2,204,491
Resource teachers learning and behaviour grants	-	-	4,518
Other MoE Grants	183,421	137,518	133,195
Other government grants	3,963	4,000	189
	3,461,296	3,121,927	3,370,621

3 Locally Raised Funds

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

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Revenue			
Donations	28,656	13,500	28,190
Fundraising	50,415	7,500	49,143
Other revenue	-	-	9,824
Trading	76,752	80,000	93,428
Activities	63,496	20,900	35,095
	219,319	121,900	215,680
Expenses			
Activities	43,269	6,000	32,856
Trading	67,151	60,000	71,240
Fundraising (costs of raising funds)	23,748	-	23,091
	134,168	66,000	127,187
<i>Surplus for the year Locally Raised Funds</i>	85,151	55,900	88,493

4 Learning Resources

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Curricular	68,040	96,000	56,980
Information and communication technology	59,747	124,200	93,134
Extra-curricular activities	1,960	1,000	2,514
Library resources	1,542	2,500	2,239
Employee benefits - salaries	2,609,305	2,332,500	2,634,488
Staff development	46,840	55,000	26,901
	2,787,434	2,611,200	2,816,256



St Anne's Catholic School (Manurewa)
Notes to the Financial Statements (cont.)
For the year ended 31 December 2017

5 Administration

	2017	2017	2016
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Audit Fee	5,498	5,450	5,417
Board of Trustees Fees	4,556	7,000	5,960
Board of Trustees Expenses	11,925	15,500	17,371
Communication	6,043	6,500	6,204
Consumables	13,828	15,500	14,364
Operating Lease	4,020	4,000	4,020
Postage	526	800	617
Other	16,017	19,200	16,361
Employee Benefits - Salaries	194,274	197,000	83,589
Insurance	4,363	5,000	3,987
Service Providers, Contractors and Consultancy	7,194	7,000	6,888
	<u>268,244</u>	<u>282,950</u>	<u>164,778</u>

6 Property

	2017	2017	2016
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	14,047	15,500	15,857
Consultancy and Contract Services	43,267	58,000	57,179
Cyclical Maintenance Provision	30,902	18,000	43,209
Grounds	7,046	20,000	1,818
Heat, Light and Water	18,044	28,000	23,244
Repairs and Maintenance	20,850	27,000	28,515
Use of Land and Buildings	894,850	181,465	181,465
Security	4,292	3,000	2,001
Employee Benefits - Salaries	2,851	8,500	6,477
	<u>1,036,149</u>	<u>359,465</u>	<u>359,765</u>

The use of land and buildings figure represents 8% of the school's total property value, as used for rating purposes. This is used as a 'proxy' for the market rental yield on the value of land and buildings.

7 Depreciation of Property, Plant and Equipment

	2017	2017	2016
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Buildings - School	975	660	975
Furniture and Equipment	46,209	37,260	29,429
Information and Communication Technology	9,492	7,670	8,003
Leased Assets	52,921	30,980	29,658
Library Resources	5,056	3,430	5,073
	<u>114,653</u>	<u>80,000</u>	<u>73,138</u>

St Anne's Catholic School (Manurewa)

Notes to the Financial Statements (cont.)

For the year ended 31 December 2017

8 Cash and Cash Equivalents

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Bank Current Account	323,434	433,427	564,986
Bank Call Account	-	87,000	87,242
Net cash and cash equivalents and bank overdraft for Cash Flow Statement	<u>323,434</u>	<u>520,427</u>	<u>652,228</u>

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

9 Accounts Receivable

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Receivables	29,045	3,000	3,105
Interest Receivable	3,864	-	45
Bank Staffing Underuse	-	6,000	6,318
Teacher Salaries Grant Receivable	145,943	112,000	112,985
	<u>178,852</u>	<u>121,000</u>	<u>122,453</u>
Receivables from Exchange Transactions	32,909	3,000	3,150
Receivables from Non-Exchange Transactions	145,943	118,000	119,303
	<u>178,852</u>	<u>121,000</u>	<u>122,453</u>

10 Inventories

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Stationery	271	-	358
School Uniforms	31,691	20,000	20,339
	<u>31,962</u>	<u>20,000</u>	<u>20,697</u>

11 Investments

The School's Investment activities are classified as follows:

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Current Asset	500,000	-	-
Short-term Bank Deposits	500,000	-	-
	<u>500,000</u>	<u>-</u>	<u>-</u>

The carrying value of long term deposits longer than 12 months approximates their fair value at 31 December 2017.



St Anne's Catholic School (Manurewa)
Notes to the Financial Statements (cont.)

For the year ended 31 December 2017

12 Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2017						
Buildings	21,305	-	-	-	(975)	20,330
Furniture and equipment	247,742	120,512	-	-	(46,209)	322,045
Information and communication technology	25,279	16,817	-	-	(9,492)	32,604
Leased assets	107,135	63,549	-	-	(52,921)	117,763
Library resources	35,517	5,985	(1,049)	-	(5,056)	35,397
Balance at 31 December 2017	436,978	206,863	(1,049)	-	(114,653)	528,139

	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$
2017			
Buildings	24,389	(4,059)	20,330
Furniture and equipment	553,164	(231,119)	322,045
Information and communication technology	76,176	(43,572)	32,604
Leased assets	216,374	(98,611)	117,763
Library resources	142,263	(106,866)	35,397
Balance at 31 December 2017	1,012,366	(484,227)	528,139

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

The net carrying value of equipment held under a finance lease is \$117,763(2016: \$107,135).

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2016						
Buildings	22,280	-	-	-	(975)	21,305
Furniture and equipment	119,912	167,098	(9,839)	-	(29,429)	247,742
Information and communication technology	25,162	9,111	(991)	-	(8,003)	25,279
Leased assets	36,724	100,069	-	-	(29,658)	107,135
Library resources	37,350	3,533	(293)	-	(5,073)	35,517
Balance at 31 December 2016	241,428	279,811	(11,123)	-	(73,138)	436,978

	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$
2016			
Buildings	24,388	(3,083)	21,305
Furniture and equipment	432,655	(184,913)	247,742
Information and communication technology	59,359	(34,080)	25,279
Leased assets	152,825	(45,690)	107,135
Library resources	140,427	(104,910)	35,517
Balance at 31 December 2016	809,654	(372,676)	436,978



St Anne's Catholic School (Manurewa)
Notes to the Financial Statements (cont.)
For the year ended 31 December 2017

13 Equitable Leasehold Interest

An equitable leasehold interest recognises an interest in an asset without transferring ownership or creating a charge over the asset. This equitable leasehold interest represents the Board's interest in capital works assets owned by the Proprietor but paid for in whole or part by the Board of Trustees, either from Government funding or community raised funds.

A lease between the Board and the Proprietor records the terms of the equitable leasehold interest and includes a detailed schedule of capital works assets. The equitable leasehold interest is amortised over the economic life of the capital works assets(s) involved. The interest may be realised on the sale of the capital works by the Proprietor or the closure of the school.

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
The major capital works assets included in the equitable leasehold interest are:			
Multipurpose Room	83,192	83,192	87,815
Library Extension	72,804	72,804	76,271
Adventure Playground NO3	30,334	30,334	31,547
Sunshade	22,862	22,862	25,148
Hard Court Area	31,531	31,531	32,964
	<u>240,723</u>	<u>240,723</u>	<u>253,745</u>

The amortisation charge in relation to the equitable leasehold interest during the year was \$13,022. (2016: \$13,022).

14 Accounts Payable

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Operating creditors	14,630	30,000	30,072
Employee Entitlements - salaries	159,093	112,000	112,985
Employee Entitlements - leave accrual	18,288	18,000	18,288
	<u>192,011</u>	<u>160,000</u>	<u>161,345</u>
Payables for Exchange Transactions	<u>192,011</u>	<u>160,000</u>	<u>161,345</u>
	<u>192,011</u>	<u>160,000</u>	<u>161,345</u>

The carrying value of payables approximates their fair value.

15 Revenue Received in Advance

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Other	14,024	20,000	21,078
	<u>14,024</u>	<u>20,000</u>	<u>21,078</u>



St Anne's Catholic School (Manurewa)
Notes to the Financial Statements (cont.)

For the year ended 31 December 2017

16 Provision for Cyclical Maintenance

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Provision at the Start of the Year	3,759	3,759	-
Increase to the Provision During the Year	30,902	18,000	43,209
Use of the Provision During the Year	(7,158)	(17,981)	(39,450)
Provision at the End of the Year	<u>27,503</u>	<u>3,778</u>	<u>3,759</u>
Cyclical Maintenance - Current	-	-	-
Cyclical Maintenance - Term	<u>27,503</u>	<u>3,778</u>	<u>3,759</u>

17 Painting Contract Liability

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Current Liability	14,464	14,464	13,981
Non Current Liability	18,966	18,294	26,755
	<u>33,430</u>	<u>32,758</u>	<u>40,736</u>

In 2015 the Board signed an agreement with Programme Maintenance Services Ltd (the contractor) for an agreed programme of work covering a seven year period. The programme provides for an exterior repaint of the Ministry owned buildings in 2015 and 2016, with regular maintenance in subsequent years. The agreement has an annual commitment of \$14,464. The liability is the best estimate of the actual amount of work performed by the contractor for which the contractor has not been paid at balance sheet date. The liability has not been adjusted for inflation and the effect of the time value of money.

18 Finance Lease Liability

The school has entered into a number of finance lease agreements for ICT Equipment.
 Minimum lease payments payable (includes interest portion):

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
No Later than One Year	71,553	41,580	44,728
Later than One Year and no Later than Five Years	59,461	16,504	44,545
	<u>131,014</u>	<u>58,084</u>	<u>89,273</u>



St Anne's Catholic School (Manurewa)

Notes to the Financial Statements (cont.)

For the year ended 31 December 2017

19 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.

The Proprietor of the School, Catholic Diocese of Auckland is a related party of the Board because the proprietor appoints representatives to the Board, giving the proprietor significant influence over the Board. Any services or contributions between the Board and Proprietor have been disclosed appropriately, if the proprietor collects funds on behalf of the school (or vice versa) the amounts are disclosed.

The Proprietor provides land and buildings free of charge for use by the Board as noted in Note 1. The estimated value of this use during 2017 is included in the Statement of Comprehensive Revenue and Expense as "Use of land and buildings".

20 Remuneration

Key management personnel compensation

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

	2017 Actual \$	2016 Actual \$
<i>Board Members</i>		
Remuneration	4,555	5,960
Full-time equivalent members	0.14	0.13
<i>Leadership Team</i>		
Remuneration	356,483	340,435
Full-time equivalent members	3.00	3.00
Total key management personnel remuneration	361,039	346,395
Total full-time equivalent personnel	3.14	3.13

The full time equivalent for Board members has been determined based on attendance at Board meetings, Committee meetings and for other obligations of the Board, such as stand downs and suspensions, plus the estimated time for Board members to prepare for meetings.

Principal

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

	2017 Actual \$000	2016 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	150-160	140-150
Benefits and Other Emoluments	0-5	0-5
Termination Benefits	-	-

Other Employees

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

Remuneration \$000	2017 FTE Number	2016 FTE Number
100-110	2	-
	2.00	0.00

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

21 Compensation and Other Benefits Upon Leaving

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



St Anne's Catholic School (Manurewa)
Notes to the Financial Statements (cont.)
For the year ended 31 December 2017

22 Contingencies

There are no contingent liabilities and no contingent assets as at 31 December 2017.

(Contingent liabilities and assets as at 31 December 2016: nil)

23 Commitments

(a) Capital Commitments

The Board considers there to be no contractual commitments at the above date other than those disclosed in the preceding financial statements and detailed below.

(Capital commitments as at 31 December 2016: nil)

(b) Operating Commitments

As at 31 December 2017 the Board has entered into the following contracts:

- operating lease for laptops (TELA)/ipads
- operating lease of a photocopier

	2017 Actual \$	2016 Actual \$
No later than One Year	-	16,736
Later than One Year and No Later than Five Years	5,025	9,151
	<u>5,025</u>	<u>25,887</u>

24 Managing Capital

The School's capital is its equity and comprises capital contributions from the Ministry of Education for property, plant and equipment and accumulated surpluses and deficits. The School does not actively manage capital but "attempts" to ensure that income exceeds spending in most years. Although deficits can arise as planned in particular years, they are offset by planned surpluses in previous years or ensuing years.

25 Financial Instruments

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

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Loans and Receivables			
Cash and Cash Equivalents	323,434	520,427	652,228
Receivables	178,852	121,000	122,453
Investments - Term Deposits	500,000	-	-
Total Loans and Receivables	<u>1,002,286</u>	<u>641,427</u>	<u>774,681</u>
Financial liabilities measured at amortised cost			
Payables	192,011	160,000	161,345
Finance Leases	115,023	58,084	103,480
Painting Contract Liability	33,430	32,758	40,736
Total Financial Liabilities Measured at Amortised Cost	<u>340,464</u>	<u>250,842</u>	<u>305,561</u>

26 Events After Balance Date

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

27 Prior Year Comparatives

Comparative figures included in the financial statements relate to the financial year ended 31 December 2016. Where necessary these figures have been reclassified on a basis consistent with current disclosure for the year ended 31 December 2017.

