

# **Greenmeadows Intermediate School**

## **Annual Report for the year ended 31 December 2021**

<b>Ministry Number:</b>	1300
<b>Principal:</b>	Cathy Chalmers
<b>School Address:</b>	29 Greenmeadows Avenue, Auckland
<b>School Postal Address:</b>	29 Greenmeadows Avenue, Auckland, 2102
<b>School Phone:</b>	09-267 6255
<b>School Email:</b>	<a href="mailto:gis@greenmeadows.school.nz">gis@greenmeadows.school.nz</a>
<b>Service Provider:</b>	Edtech Financial Services Ltd

**GREENMEADOWS INTERMEDIATE SCHOOL**

**List of Board Members**

**For year ending December 2021**

<b>Name</b>	<b>Position</b>	<b>How position on Board gained</b>	<b>Occupation</b>	<b>Term expired /expires</b>
Todd Murphy	Presiding Member	Elected	Electrician	Oct-2022
Cathy Chalmers	Principal	Appointed		
Jeslyn Warren	Member	Elected	Teacher Aide	Oct-2022
Alison Aviga	Deputy Chair	Elected	Parent	Oct-2022
Paul King	Staff Representative	Elected	Property Manager	Oct-2022
Tina Thompson	Member	Elected	Parenting Hub Liaison	Oct-2022
Anne Warner	Member	Elected	Practice Manager	Oct-2022
Ross Burr	Member	Elected	Groundsman	Apr-2021
Avishek Singh	Member	Co-opted	IT Support Officer	Apr-2021
Angela Palafani	Member	Elected	Parent	Jan-2021

# **Greenmeadows Intermediate School**

## **Annual Report**

For the year ended 31 December 2021

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**Greenmeadows Intermediate School  
Statement of Responsibility**

For the year ended 31 December 2021

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 2021 fairly reflects the financial position and operations of the school.

The School's 2021 financial statements are authorised for issue by the Board.

TODD WAYNE MURPHY

Full Name of Presiding Member

Cathryn Margaret Chalmers.

Full Name of Principal

TW Murphy

Signature of Presiding Member

C Chalmers

Signature of Principal

31/5/22

Date:

31/5/22

Date:

**Greenmeadows Intermediate School**  
**Statement of Comprehensive Revenue and Expense**

For the year ended 31 December 2021

	Notes	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
<b>Revenue</b>				
Government Grants	2	4,190,692	3,828,259	4,417,741
Locally Raised Funds	3	125,103	149,700	83,560
Interest Income		10,552	20,000	16,062
Gain on Sale of Property, Plant and Equipment		-	-	1,408
		<b>4,326,347</b>	<b>3,997,959</b>	<b>4,518,771</b>
<b>Expenses</b>				
Locally Raised Funds	3	66,008	70,895	60,948
Learning Resources	4	2,714,550	2,469,195	2,667,447
Administration	5	442,441	216,386	208,924
Finance		11,845	15,205	22,912
Property	6	1,048,114	1,282,289	1,298,104
Depreciation	10	235,061	230,000	221,478
Loss on Disposal of Property, Plant and Equipment		3,744	-	-
		<b>4,521,763</b>	<b>4,283,970</b>	<b>4,479,813</b>
<b>Net Surplus / (Deficit) for the year</b>		<b>(195,416)</b>	<b>(286,011)</b>	<b>38,958</b>
Other Comprehensive Revenue and Expense		-	-	-
<b>Total Comprehensive Revenue and Expense for the Year</b>		<b>(195,416)</b>	<b>(286,011)</b>	<b>38,958</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.

**Greenmeadows Intermediate School**  
**Statement of Changes in Net Assets/Equity**

For the year ended 31 December 2021

	2021	2021	2020
Notes	Actual \$	Budget (Unaudited) \$	Actual \$
<b>Balance at 1 January</b>	1,734,159	1,734,159	1,695,201
Total comprehensive revenue and expense for the year	(195,416)	(286,011)	38,958
Capital Contributions from the Ministry of Education			
Contribution - Furniture and Equipment Grant	20,336	-	-
<b>Equity at 31 December</b>	<b>1,559,079</b>	<b>1,448,148</b>	<b>1,734,159</b>
Retained Earnings	1,559,079	1,448,148	1,734,159
Reserves	-	-	-
<b>Equity at 31 December</b>	<b>1,559,079</b>	<b>1,448,148</b>	<b>1,734,159</b>

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.

**Greenmeadows Intermediate School**  
**Statement of Financial Position**

As at 31 December 2021

		2021	2021	2020
	Notes	Actual	Budget (Unaudited)	Actual
		\$	\$	\$
<b>Current Assets</b>				
Cash and Cash Equivalents	7	748,473	195,174	610,448
Accounts Receivable	8	185,368	210,100	507,552
GST Receivable		-	3,000	-
Prepayments		16,323	25,000	26,540
Investments	9	846,886	500,000	692,471
		<u>1,797,050</u>	<u>933,274</u>	<u>1,837,011</u>
<b>Current Liabilities</b>				
GST Payable		14,841	-	58,930
Accounts Payable	11	287,761	247,124	250,577
Revenue Received in Advance	12	9,882	-	798
Provision for Cyclical Maintenance	13	116,000	-	-
Finance Lease Liability	14	55,574	65,000	62,918
Funds Held for Capital Works Projects	15	238,723	50,000	249,644
Funds for Manurewa Attendance Services	16	315,296	19,828	308,102
Funds held on Behalf of Alfriston Kahui Ako Cluster	17	11,454	3,048	17,028
		<u>1,049,531</u>	<u>385,000</u>	<u>947,997</u>
<b>Working Capital Surplus/(Deficit)</b>		<b>747,519</b>	<b>548,274</b>	<b>889,014</b>
<b>Non-current Assets</b>				
Property, Plant and Equipment	10	1,051,779	1,119,874	1,121,874
		<u>1,051,779</u>	<u>1,119,874</u>	<u>1,121,874</u>
<b>Non-current Liabilities</b>				
Provision for Cyclical Maintenance	13	195,125	185,000	179,101
Finance Lease Liability	14	45,094	35,000	97,628
		<u>240,219</u>	<u>220,000</u>	<u>276,729</u>
<b>Net Assets</b>		<u><b>1,559,079</b></u>	<u><b>1,448,148</b></u>	<u><b>1,734,159</b></u>
<b>Equity</b>		<u><b>1,559,079</b></u>	<u><b>1,448,148</b></u>	<u><b>1,734,159</b></u>

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

## Greenmeadows Intermediate School Statement of Cash Flows

For the year ended 31 December 2021

	2021	2021	2020
Note	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
<b>Cash flows from Operating Activities</b>			
Government Grants	1,081,224	992,754	1,221,137
Locally Raised Funds	181,075	447,855	(127,894)
Goods and Services Tax (net)	(44,089)	(61,930)	63,770
Payments to Employees	(469,061)	(461,854)	(419,365)
Payments to Suppliers	(551,411)	(738,917)	(552,327)
Interest Paid	(11,845)	(15,205)	(22,912)
Interest Received	8,356	19,996	16,295
Net cash from Operating Activities	194,249	182,699	178,704
<b>Cash flows from Investing Activities</b>			
Purchase of Property Plant & Equipment (and Intangibles)	(161,223)	(228,000)	(256,948)
Purchase of Investments	(154,415)	-	(13,775)
Proceeds from Sale of Investments	-	192,471	-
Net cash to Investing Activities	(315,638)	(35,529)	(270,723)
<b>Cash flows from Financing Activities</b>			
Furniture and Equipment Grant	20,336	-	-
Finance Lease Payments	(53,686)	(60,546)	(50,069)
Funds Administered on Behalf of Third Parties	258,350	(302,254)	312,827
Funds Held for Capital Works Projects	34,414	(199,644)	178,238
Net cash from/(to) Financing Activities	259,414	(562,444)	440,996
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>138,025</b>	<b>(415,274)</b>	<b>348,977</b>
Cash and cash equivalents at the beginning of the year	610,448	610,448	261,471
<b>Cash and cash equivalents at the end of the year</b>	<b>748,473</b>	<b>195,174</b>	<b>610,448</b>

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

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



# Greenmeadows Intermediate School

## Notes to the Financial Statements

For the year ended 31 December 2021

### 1. Statement of Accounting Policies

#### Reporting Entity

Greenmeadows Intermediate School (the School) is a Crown entity as specified in the Crown Entities Act 2004 and a school as described in the Education and Training Act 2020. The Board 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 2021 to 31 December 2021 and in accordance with the requirements of the Education and Training Act 2020.

##### Basis of Preparation

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

##### Financial Reporting Standards Applied

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

##### PBE Accounting Standards Reduced Disclosure Regime

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

##### Measurement Base

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

##### Presentation Currency

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

##### Specific Accounting Policies

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

##### Critical Accounting Estimates And Assumptions

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

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

##### Cyclical maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision of cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's long term maintenance plan which is prepared as part of its 10 Year Property Planning process. During the year, the Board assesses the reasonableness of its 10 Year Property Plan on which the provision is based. Cyclical maintenance is disclosed at note 13.

##### 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 10.

## Greenmeadows Intermediate School

# Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

### *Critical Judgements in applying accounting policies*

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

#### *Classification of leases*

Determining whether a lease is a finance lease or an operating lease requires judgement as to whether the lease transfers substantially all the risks and rewards of ownership to the school. Judgement is required on various aspects that include, but are not limited to, the fair value of the leased asset, the economic life of the leased asset, whether or not to include renewal options in the lease term, and determining an appropriate discount rate to calculate the present value of the minimum lease payments. Classification as a finance lease means the asset is recognised in the statement of financial position as property, plant, and equipment, whereas for an operating lease no such asset is recognised.

#### *Recognition of grants*

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

## **Revenue Recognition**

### *Government Grants*

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

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

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

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*

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

### *Donations, Gifts and Bequests*

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

### *Interest Revenue*

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

## **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.

## Greenmeadows Intermediate School

# Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

### Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, bank balances, deposits held at call with banks, and other short term highly liquid investments with original maturities of 90 days or less, and bank overdrafts. The carrying amount of cash and cash equivalents represent fair value.

### Accounts Receivable

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

### Inventories

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

### Investments

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

### Property, Plant and Equipment

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

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

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

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

### Finance Leases

A finance lease transfers to the lessee substantially all the risks and rewards incidental to ownership of an asset, whether or not title is eventually transferred. At the start of the lease term, finance leases are recognised as assets and liabilities in the statement of financial position at the lower of the fair value of the leased asset or the present value of the minimum lease payments. The finance charge is charged to the surplus or deficit over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability. The amount recognised as an asset is depreciated over its useful life. If there is no reasonable certainty whether the school will obtain ownership at the end of the lease term, the asset is fully depreciated over the shorter of the lease term and its useful life.

### Depreciation

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

The estimated useful lives of the assets are:

Building improvements to Crown owned assets	40 years
Furniture and equipment	5-10 years
Information and communication technology	3 years
Leased assets held under a Finance Lease	Term of lease
Library resources	8 years

## Greenmeadows Intermediate School

# Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

### Impairment of property, plant, and equipment

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

#### *Non cash generating assets*

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

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

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

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

### Accounts Payable

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

### Employee Entitlements

#### *Short-term employee entitlements*

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

#### *Long-term employee entitlements*

Employee benefits that are not expected to be settled wholly before twelve 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.

### Revenue Received in Advance

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

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

## Greenmeadows Intermediate School

# Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

### Shared Funds

Shared Funds are held on behalf of a cluster of participating schools as agreed with the Ministry of Education. The cluster of schools operate activities outside of the School's control. These amounts 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.

### 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 an up to date 10 Year Property Plan (10YPP) or another appropriate source of evidence.

### Financial Instruments

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

Investments that are shares are categorised as 'financial assets at fair value through other comprehensive revenue and expense' for accounting purposes in accordance with financial reporting standards.

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

### Goods and Services Tax (GST)

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

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

Commitments and contingencies are disclosed exclusive of GST.

### Budget Figures

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

### Services Received In-Kind

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

Greenmeadows Intermediate School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

2 Government Grants

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Operational Grants	990,012	900,881	1,031,359
Teachers' Salaries Grants	2,131,951	1,805,222	2,165,737
Use of Land and Buildings Grants	697,180	1,010,139	1,023,097
Resource Teachers Learning and Behaviour Grants	5,937	-	-
Other MoE Grants	358,426	112,017	180,897
Other Government Grants	7,186	-	16,651
	<u>4,190,692</u>	<u>3,828,259</u>	<u>4,417,741</u>

The School has opted in to the donations scheme for this year. Total amount received was \$65,250. (2020 : \$67,950 was received)

3 Locally Raised Funds

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

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
<b>Revenue</b>			
Donations & Bequests	2,133	-	715
Curriculum related activities - purchase of goods & services	57,180	74,700	21,385
Trading	51,909	50,000	59,695
Fundraising & Community Grants	13,881	25,000	1,765
	<u>125,103</u>	<u>149,700</u>	<u>83,560</u>
<b>Expenses</b>			
Extra Curricular Activities Costs	7,620	24,700	10,449
Trading	58,388	42,195	50,499
Fundraising and Community Grant Costs	-	4,000	-
	<u>66,008</u>	<u>70,895</u>	<u>60,948</u>
<b>Surplus/ (Deficit) for the year Locally Raised Funds</b>	<u>59,095</u>	<u>78,805</u>	<u>22,612</u>

4 Learning Resources

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Curricular	170,914	206,173	100,305
Equipment Repairs	1,153	2,000	739
Information and Communication Technology	13,929	22,000	19,934
Library Resources	803	1,500	1,268
Employee Benefits - Salaries	2,464,146	2,133,222	2,474,349
Staff Development	63,605	104,300	70,852
	<u>2,714,550</u>	<u>2,469,195</u>	<u>2,667,447</u>

Greenmeadows Intermediate School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

5 Administration

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Audit Fee	6,171	6,786	5,850
Board Fees	3,415	4,500	4,459
Board Expenses	13,187	33,000	32,676
Communication	10,390	12,600	7,660
Consumables	9,524	5,000	3,975
Other	290,191	39,800	38,088
Employee Benefits - Salaries	87,332	91,500	92,629
Insurance	7,549	9,200	9,211
Service Providers, Contractors and Consultancy	14,682	14,000	14,376
	<u>442,441</u>	<u>216,386</u>	<u>208,924</u>

6 Property

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Caretaking and Cleaning Consumables	10,531	12,500	13,195
Consultancy and Contract Services	89,144	94,000	88,181
Cyclical Maintenance Expense	132,024	40,000	37,014
Grounds	5,376	15,650	7,328
Heat, Light and Water	21,505	27,000	27,892
Repairs and Maintenance	34,756	27,000	44,620
Use of Land and Buildings	697,180	1,010,139	1,023,097
Security	6,692	6,000	6,069
Employee Benefits - Salaries	50,906	50,000	50,708
	<u>1,048,114</u>	<u>1,282,289</u>	<u>1,298,104</u>

In 2021, the Ministry of Education revised the notional rent rate from 8% to 5% to align it with the Government Capital Charge rate. This is considered to be a reasonable proxy for the market rental yield on the value of land and buildings used by schools. Accordingly in 2021, 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

	2021	2021	2020
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Bank Accounts	748,473	195,174	610,448
Cash and cash equivalents for Statement of Cash Flows	<u>748,473</u>	<u>195,174</u>	<u>610,448</u>

Of the \$748,473 Cash and Cash Equivalents, \$238,723 is held by the School 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 buildings. The funds are required to be spent in 2022 on Crown owned school buildings.

Of the \$748,473 Cash and Cash Equivalents, \$9,747 of unspent grant funding is held by the School. This funding is subject to restrictions which specify how the grant is required to be spent. If these requirements are not met, the funds will need to be returned.

Of the \$748,473 Cash and Cash Equivalents, \$315,296 is held by the School on behalf of the Manurewa Attendance Service. See note 16 for details of how the funding received for the service has been spent in the year.

Greenmeadows Intermediate School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

8 Accounts Receivable

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Receivables	-	50,000	348,953
Interest Receivable	2,292	100	96
Teacher Salaries Grant Receivable	183,076	160,000	158,503
	<u>185,368</u>	<u>210,100</u>	<u>507,552</u>
Receivables from Exchange Transactions	2,292	50,100	349,049
Receivables from Non-Exchange Transactions	183,076	160,000	158,503
	<u>185,368</u>	<u>210,100</u>	<u>507,552</u>

9 Investments

The School's investment activities are classified as follows:

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Current Asset			
Short-term Bank Deposits	846,886	500,000	692,471
Total Investments	<u>846,886</u>	<u>500,000</u>	<u>692,471</u>

10 Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
<b>2021</b>						
Buildings	349,492	21,131	-	-	(20,073)	350,550
Furniture and Equipment	344,892	17,018	(2,977)	-	(65,407)	293,526
Information and Communication Technology	260,281	126,245	(566)	-	(85,298)	300,662
Leased Assets	162,102	3,576	-	-	(63,577)	102,101
Library Resources	5,107	740	(201)	-	(706)	4,940
<b>Balance at 31 December 2021</b>	<u>1,121,874</u>	<u>168,710</u>	<u>(3,744)</u>	<u>-</u>	<u>(235,061)</u>	<u>1,051,779</u>
	2021 Cost or Valuation \$	2021 Accumulated Depreciation \$	2021 Net Book Value \$	2020 Cost or Valuation \$	2020 Accumulated Depreciation \$	2020 Net Book Value \$
Buildings	548,134	(197,584)	350,550	527,003	(177,511)	349,492
Furniture and Equipment	1,101,505	(807,979)	293,526	1,091,040	(746,148)	344,892
Information and Communication Technology	902,678	(602,016)	300,662	819,283	(559,002)	260,281
Leased Assets	380,787	(278,686)	102,101	379,961	(217,859)	162,102
Library Resources	28,934	(23,994)	4,940	29,348	(24,241)	5,107
<b>Balance at 31 December</b>	<u>2,962,038</u>	<u>(1,910,259)</u>	<u>1,051,779</u>	<u>2,846,635</u>	<u>(1,724,761)</u>	<u>1,121,874</u>

The net carrying value of equipment held under a finance lease is \$102,101 (2020: \$162,102).



Greenmeadows Intermediate School

**Notes to the Financial Statements (cont.)**

For the year ended 31 December 2021

**11 Accounts Payable**

	2021	2021	2020
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	59,526	45,124	38,142
Accruals	6,742	7,000	6,434
Banking Staffing Overuse	9,691	-	20,144
Employee Entitlements - Salaries	206,442	180,000	172,266
Employee Entitlements - Leave Accrual	5,360	15,000	13,591
	<u>287,761</u>	<u>247,124</u>	<u>250,577</u>
Payables for Exchange Transactions	287,761	247,124	250,577
	<u>287,761</u>	<u>247,124</u>	<u>250,577</u>

The carrying value of payables approximates their fair value.

**12 Revenue Received in Advance**

	2021	2021	2020
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Grants in Advance - Ministry of Education	9,747	-	-
Other Revenue in Advance	135	-	798
	<u>9,882</u>	<u>-</u>	<u>798</u>

**13 Provision for Cyclical Maintenance**

	2021	2021	2020
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Provision at the Start of the Year	179,101	179,101	138,870
Increase/(decrease) to the Provision During the Year	132,024	40,000	37,014
Use of the Provision During the Year	-	(34,101)	3,217
Provision at the End of the Year	<u>311,125</u>	<u>185,000</u>	<u>179,101</u>
Cyclical Maintenance - Current	116,000	-	-
Cyclical Maintenance - Term	195,125	185,000	179,101
	<u>311,125</u>	<u>185,000</u>	<u>179,101</u>

Greenmeadows Intermediate School

Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

14 Finance Lease Liability

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

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
No Later than One Year	62,569	65,000	75,034
Later than One Year and no Later than Five Years	47,131	35,000	106,293
Future Finance Charges	(9,032)	-	(20,781)
	<u>100,668</u>	<u>100,000</u>	<u>160,546</u>

Represented by

Finance lease liability - Current	55,574	65,000	62,918
Finance lease liability - Term	45,094	35,000	97,628
	<u>100,668</u>	<u>100,000</u>	<u>160,546</u>

These funds relate to arrangements where the school is acting as an agent. These amounts are not revenue or expenditure of the school and therefore are not included in the Statement of Comprehensive Revenue and Expense.

15 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:

	2021	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contribution/ (Write-off to R&M)	Closing Balances \$
SIP Court Canopy	<i>In progress</i>	196,284	-	27,844	-	168,440
SIP Staff Kitchen	<i>Completed</i>	53,360	-	67,626	(17,013)	2,747
Staffroom Leaks	<i>Completed</i>	-	55,970	42,120	-	13,850
Block 1 Interior Toilet Upgrade	<i>Completed</i>	-	32,892	29,953	-	2,939
Staffroom Toilets Stage 2	<i>In progress</i>	-	68,582	17,835	-	50,747
Totals		<u>249,644</u>	<u>157,444</u>	<u>185,378</u>	<u>(17,013)</u>	<u>238,723</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	238,723
Funds Due from the Ministry of Education	-
	<u>238,723</u>

	2020	Opening Balances \$	Receipts from MoE \$	Payments \$	BOT Contribution/ (Write-off to R&M)	Closing Balances \$
Block 3 Multiplacement	<i>Completed</i>	71,406	7,086	78,492	-	-
SIP Court Canopy	<i>In progress</i>	-	196,284	-	-	196,284
SIP Staff Kitchen	<i>In progress</i>	-	53,360	-	-	53,360
Totals		<u>71,406</u>	<u>256,730</u>	<u>78,492</u>	<u>-</u>	<u>249,644</u>

## Greenmeadows Intermediate School

### Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

#### 16 Funds for Manurewa Attendance Services

Greenmeadows Intermediate School is the lead school funded by the Ministry of Education to provide the services of Attendance to its cluster of schools.

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Funds held at beginning of the year	308,102	-	-
<i>Revenue</i>			
Administration Grant	259,924	437,000	478,355
	259,924	437,000	478,355
Total funds available	568,026	437,000	478,355
<i>Expenses</i>			
Employee Benefit - Salaries	232,134	348,500	123,464
Administration	15,795	29,580	8,180
Travel	4,801	39,092	38,609
	252,730	417,172	170,253
Funds Held at Year End	315,296	19,828	308,102

#### 17 Funds held on Behalf of Alfriston Kahui Ako Cluster

Greenmeadows Intermediate School is the lead school and holds the funds on behalf of the Alfriston Kahui Ako cluster, a group of schools funded by the Ministry.

	2021 Actual \$	2021 Budget (Unaudited) \$	2020 Actual \$
Funds Held at Beginning of the Year	17,028	11,548	12,303
Funds Received from Cluster Members	29,400	31,000	21,022
Funds Received from MoE	-	-	14,150
Funds Spent on Behalf of the Cluster	34,974	39,500	30,447
Funds Held at Year End	11,454	3,048	17,028

#### 18. Related Party Transactions

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

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

**Greenmeadows Intermediate School**  
**Notes to the Financial Statements (cont.)**

For the year ended 31 December 2021

**19 Remuneration**

*Key management personnel compensation*

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

	2021 Actual \$	2020 Actual \$
<i>Board Members</i>		
Remuneration	3,415	4,459
<i>Leadership Team</i>		
Remuneration	526,538	496,670
Full-time equivalent members	4.00	4.00
<b>Total key management personnel remuneration</b>	<b>529,953</b>	<b>501,129</b>
<b>Total full-time equivalent personnel</b>	<b>4.00</b>	<b>4.00</b>

There are six members of the Board excluding the Principal. The Board had held eight full meetings of the Board in the year. The Board also has Finance (one member excluding the Principal) and Property (two members excluding the Principal) that meet twice a term and termly 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*

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

	2021 Actual \$000	2020 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	190-200	170-180
Benefits and Other Emoluments	5-10	0-5
Termination Benefits	-	-

*Other Employees*

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

Remuneration \$000	2021 FTE Number	2020 FTE Number
120-130	1	-
110-120	1	1
100-110	2	1
	<b>4</b>	<b>2</b>

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

**20 Contingencies**

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

(Contingent liabilities and assets as at 31 December 2020: nil)

**Holidays Act Compliance – schools payroll**

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

The Ministry's review of the schools sector payroll to ensure compliance with the Holidays Act 2003 is ongoing. 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 2021, a contingent liability for the school may exist.

## Greenmeadows Intermediate School

# Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

### 21 Commitments

#### (a) Capital Commitments

As at 31 December 2021 the Board has entered into contract agreements for capital works as follows:

(a) \$182,740 contract for a Court Canopy to be completed in 2022, which is fully funded by the Ministry of Education. \$196,284 has been received (which also includes consultant and consent fees), of which \$27,844 has been spent on the project to balance date.

(b) \$62,820 contract for Staffroom Toilets Upgrade Stage 2 to be completed in 2022, which is fully funded by the Ministry of Education. \$68,582 has been received (which includes consultant fees), of which \$17,835 has been spent on the project to balance date.

(Capital commitments as at 31 December 2020: nil)

#### (b) Operating Commitments

As at 31 December 2021 the Board has not entered into new contracts.

(Operating commitments as at 31 December 2020: nil)

### 22 Financial Instruments

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

	2021	2021	2020
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
<b>Financial assets measured at amortised cost</b>			
Cash and Cash Equivalents	748,473	195,174	610,448
Receivables	185,368	210,100	507,552
Investments - Term Deposits	846,886	500,000	692,471
<b>Total Financial assets measured at amortised cost</b>	<b>1,780,727</b>	<b>905,274</b>	<b>1,810,471</b>
<b>Financial liabilities measured at amortised cost</b>			
Payables	287,761	247,124	250,577
Finance Leases	100,668	100,000	160,546
<b>Total Financial Liabilities Measured at Amortised Cost</b>	<b>388,429</b>	<b>347,124</b>	<b>411,123</b>

### 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.

## Notes to the Financial Statements (cont.)

For the year ended 31 December 2021

### 25 COVID 19 Pandemic on going implications

#### Impact of Covid-19

During 2021 the country moved between alert levels. During February and March 2021 Auckland was placed into alert levels 3 and 2 and other parts of the country moved into alert level 2.

Towards the end of August 2021, the entire country moved to alert level 4, with a move to alert level 3 and 2 for everyone outside the Auckland region three weeks later. While Auckland has remained in alert level 3 for a prolonged period of time the Northland and Waikato regions have also returned to alert level 3 restrictions during this period.

#### Impact on operations

Schools have been required to continue adapting to remote and online learning practices when physical attendance is unable to occur in alert level 4 and 3. Schools continue to receive funding from the Te Tāhuhu o te Mātauranga | Ministry to Education, even while closed.

However, the ongoing interruptions resulting from the moves in alert levels have impacted schools in various ways which potentially will negatively affect the operations and services of the school. We describe below the possible effects on the school that we have identified, resulting from the ongoing impacts of the COVID-19 alert level changes.

#### Reduction in locally raised funds

Under alert levels 4,3, and 2 the school's ability to undertake fund raising events in the community and/ or collect donations or other contributions from parents, may have been compromised. Costs already incurred arranging future events may not be recoverable.

#### Increased Remote learning additional costs

Under alert levels 4 and 3 ensuring that students have the ability to undertake remote or distance learning often incurs additional costs in the supply of materials and devices to students to enable alternative methods of curriculum delivery.



## INDEPENDENT AUDITOR'S REPORT

### TO THE READERS OF GREENMEADOWS INTERMEDIATE SCHOOL'S FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

The Auditor-General is the auditor of Greenmeadows Intermediate School (the School). The Auditor-General has appointed me, Matt Laing, using the staff and resources of Deloitte Limited, to carry out the audit of the financial statements of the School on his behalf.

#### Opinion

We have audited the financial statements of the School on pages 2 to 19, that comprise the statement of financial position as at 31 December 2021, the statement of comprehensive revenue and expense, statement of changes in net assets/equity and statement of cash flows for the year ended on that date, and the notes to the financial statements that include accounting policies and other explanatory information.

In our opinion the financial statements of the School:

- present fairly, in all material respects:
  - its financial position as at 31 December 2021 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 2022. This is the date at which our opinion is expressed.

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

#### Basis for our opinion

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

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

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

#### Responsibilities of the Board for the financial statements

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

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



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

The Board's responsibilities, 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 School's approved budget.

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

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

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



- We assess the risk of material misstatement arising from the 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 arises from the Public Audit Act 2001.

## Other information

The Board is responsible for the other information. The other information comprises the information including List of Board Members, Statement of Responsibility, Analysis of Variance Report and Kiwisport Report but does not include the financial statements, and our auditor's report thereon.


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

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

## Independence

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

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



## Matt Laing

Partner

for Deloitte Limited

On behalf of the Auditor-General

Hamilton, New Zealand