

MANGAROA SCHOOL

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024



Principal:	John Steere
School Address:	93 Flux Road, Mangaroa, Upper Hutt
School Postal Address:	93 Flux Road, Mangaroa, Upper Hutt
School Phone:	04 526 7948
School Email:	accounts@mangaroa.school.nz
Ministry Number:	2899
Accounting Provider:	Accounting for Schools Limited

MANGAROA SCHOOL

Annual Financial Statements - For the year ended 31 December 2024

Index

Page	Statement
	Financial Statements
1	Statement of Responsibility
2	Statement of Comprehensive Revenue and Expense
3	Statement of Changes in Net Assets/Equity
4	Statement of Financial Position
5	Statement of Cash Flows
6 - 21	Notes to the Financial Statements
	Other Information
22	Members of the Board
23	Kiwisport / Statement of Compliance with Employment Policy
	Independent Auditor's Report

MANGAROA SCHOOL

Statement of Responsibility

For the year ended 31 December 2024

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

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

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2024 fairly reflects the financial position and operations of the school.

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

Clare Moore
Full Name of Presiding Member

[Signature]
Signature of Presiding Member

3/June/2025
Date:

John Steere
Full Name of Principal

[Signature]
Signature of Principal

3/6/25
Date:

MANGAROA SCHOOL

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2024

		2024	2024	2023
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Revenue				
Government Grants	2	1,258,211	1,207,397	1,218,613
Locally Raised Funds	3	72,497	88,050	75,765
Interest Received		12,103	5,800	13,648
		<u>1,342,811</u>	<u>1,301,247</u>	<u>1,308,026</u>
Expenses				
Locally Raised Funds	3	52,034	49,800	36,994
Learning Resources	4	886,766	861,661	836,050
Administration	5	133,655	114,076	106,461
Interest Paid		625	500	583
Property	6	304,239	296,933	298,247
		<u>1,377,319</u>	<u>1,322,970</u>	<u>1,278,335</u>
Net Surplus / (Deficit) for the year		(34,508)	(21,723)	29,691
Other Comprehensive Revenue and Expenses		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>(34,508)</u>	<u>(21,723)</u>	<u>29,691</u>

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

MANGAROA SCHOOL

Statement of Changes in Net Assets/Equity For the year ended 31 December 2024

	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
Equity at 1 January	690,219	690,219	653,895
Total comprehensive revenue and expense for the year	(34,508)	(21,723)	29,691
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant	3,994	-	6,633
Equity at 31 December	659,705	668,496	690,219
Retained Earnings	659,705	668,496	690,219
Equity at 31 December	659,705	668,496	690,219

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.

MANGAROA SCHOOL

Statement of Financial Position

As at 31 December 2024

	Notes	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
Current Assets				
Cash and Cash Equivalents	7	98,594	77,149	146,008
Accounts Receivable	8	52,785	62,000	60,979
Funds receivable for Capital Works Projects	15	65,802	-	44,333
GST Receivable		2,697	22,000	21,364
Investments	9	146,867	185,000	183,694
Prepayments		19,695	26,000	26,438
		<u>386,440</u>	<u>372,149</u>	<u>482,816</u>
Current Liabilities				
Accounts Payable	11	85,042	90,000	170,232
Finance Lease Liability	14	3,070	3,000	4,179
Provision for Cyclical Maintenance	13	8,023	10,000	17,011
Revenue Received in Advance	12	1,248	5,000	8,738
		<u>97,383</u>	<u>108,000</u>	<u>200,160</u>
Working Capital Surplus/(Deficit)		289,057	264,149	282,656
Non-current Assets				
Property, Plant and Equipment	10	406,006	421,347	427,347
		<u>406,006</u>	<u>421,347</u>	<u>427,347</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	13	33,420	15,000	14,777
Finance Lease Liability	14	1,938	2,000	5,007
		<u>35,358</u>	<u>17,000</u>	<u>19,784</u>
Net Assets		<u>659,705</u>	<u>668,496</u>	<u>690,219</u>
Equity		<u>659,705</u>	<u>668,496</u>	<u>690,219</u>

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

MANGAROA SCHOOL
Statement of Cash Flows
For the year ended 31 December 2024

	2024	2024	2023
Note	Actual \$	Budget (Unaudited) \$	Actual \$
Cash flows from Operating Activities			
Government Grants	326,182	283,802	299,881
Locally Raised Funds	72,496	123,346	75,765
Goods and Services Tax (net)	18,664	(14,000)	(9,893)
Payments to Employees	(209,539)	(185,450)	(144,579)
Payments to Suppliers	(271,384)	(191,925)	(68,944)
Interest Paid	(625)	(500)	(583)
Interest Received	13,101	5,800	12,267
Cyclical Maintenance Payments made in the year	-	-	(65,327)
Net cash from / (to) the Operating Activities	(51,105)	21,073	98,587
Cash flows from Investing Activities			
Purchase of Property, Plant & Equipment (and Intangibles)	(11,483)	(69,392)	(46,771)
Purchase of Investments	36,827	(10,000)	(7,563)
Net cash from / (to) the Investing Activities	25,344	(79,392)	(54,334)
Cash flows from Financing Activities			
Furniture and Equipment Grant	3,994	-	6,633
Finance Lease Payments	(4,178)	(3,500)	(6,628)
Funds Administered on Behalf of Third Parties	(21,469)	-	3,935
Net cash from Financing Activities	(21,653)	(3,500)	3,940
Net increase/(decrease) in cash and cash equivalents	(47,414)	(61,819)	48,193
Cash and cash equivalents at the beginning of the year	146,008	138,968	97,815
Cash and cash equivalents at the end of the year	7 98,594	77,149	146,008

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

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

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

1. Statement of Accounting Policies

a) Reporting Entity

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

b) Basis of Preparation

Reporting Period

The financial reports have been prepared for the period 1 January 2024 to 31 December 2024 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

The financial statements have been prepared on a going concern basis, and the accounting policies have been consistently applied throughout the period. Comparative figures have been adjusted from the PY to be inline with CY classification.

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 \$33 million per year. All relevant reduced disclosure concessions have been taken.

Measurement Base

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

Presentation Currency

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

Specific Accounting Policies

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

Critical Accounting Estimates And Assumptions

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

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

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.

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

1. Statement of Accounting Policies

Cyclical Maintenance

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

Critical Judgements in applying accounting policies

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

Classification of leases

Determining whether a lease is a finance lease or an operating lease requires judgement as to whether the lease transfers substantially all the risks and rewards of ownership to the school. A lease is classified as a finance lease if it transfers substantially all risks and rewards incidental to ownership of an underlying asset to the lessee. In contrast, an operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset to the lessee. Judgement is required on various aspects that include, but are not limited to, the fair value of the leased asset, the economic life of the leased asset, whether or not to include renewal options in the lease term, and determining an appropriate discount rate to calculate the present value of the minimum lease payments. Classification as a finance lease means the asset is recognised in the statement of financial position as property, plant, and equipment, whereas for an operating lease no such asset is recognised. Finance lease liability disclosures are contained in note 14. Future operating lease commitments are disclosed in note 20b.

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

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

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. 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.

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

1. Statement of Accounting Policies

Other Grants where conditions exist

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

Donations, Gifts and Bequests

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

Interest Revenue

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

d) Operating Lease Payments

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

e) Finance Lease Payments

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

f) Cash and Cash Equivalents

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

g) Accounts Receivable

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

h) Inventories

Inventories are consumable items held for sale and 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.

i) Investments

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

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

1. Statement of Accounting Policies

j) Property, Plant and Equipment

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

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

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

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

Finance Leases

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

Depreciation

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

The estimated useful lives of the assets are:

Building	10 - 50 years
Furniture and Equipment	5 - 20 years
Information Technology	3 - 5 years
Leased Assets	Term of lease
Library resources	6.67 - 12.5% Straight line

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

1. Statement of Accounting Policies

k) Impairment of property, plant, and equipment and intangible assets

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

Non cash generating assets

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

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

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

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

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

l) Accounts Payable

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

m) Employee Entitlements

Short-term employee entitlements

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

Long-term employee entitlements

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

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

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

1. Statement of Accounting Policies

n) Revenue Received in Advance

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

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

o) Funds held for Capital works

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

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

p) Provision for Cyclical Maintenance

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

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

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

q) Financial Instruments

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

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

r) Borrowings

Borrowings on normal commercial terms are initially recognised at the amount borrowed plus transaction costs. Interest due on the borrowings is subsequently accrued and added to the borrowings balance. Borrowings are classified as current liabilities unless the school has an unconditional right to defer settlement of the liability for at least 12 months after balance date.

s) Goods and Services Tax (GST)

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

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

Commitments and contingencies are disclosed exclusive of GST.

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

1. Statement of Accounting Policies

t) Budget Figures

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

u) Services received in-kind

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

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

2. Government Grants

	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
Government Grants - Ministry of Education	300,876	246,142	259,197
Other government grants	33,740	37,660	33,532
Teachers' Salaries Grants	701,701	701,701	721,411
Use of Land and Buildings Grants	221,894	221,894	204,473
	<u>1,258,211</u>	<u>1,207,397</u>	<u>1,218,613</u>

3. Locally Raised Funds

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

	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
Revenue			
Fees for Extra Curricular Activities	25,037	38,050	24,906
Donations	7,138	11,000	7,595
Fundraising & Community Grants	30,213	29,000	34,235
Trading	10,109	10,000	9,029
	<u>72,497</u>	<u>88,050</u>	<u>75,765</u>
Expenses			
Extra Curricular Activities Cost	29,984	35,050	22,081
Fundraising and Community Grant Costs	15,264	9,000	11,128
Trading	6,786	5,750	3,785
	<u>52,034</u>	<u>49,800</u>	<u>36,994</u>
<i>Surplus for the year Locally raised funds</i>	<u>20,463</u>	<u>38,250</u>	<u>38,771</u>

4. Learning Resources

	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
Curricular	9,049	10,760	9,881
Employee Benefits - Salaries	811,129	797,551	776,194
Information and Communication Technology	5,391	8,000	8,197
Library Resources	85	350	-
Staff Development	28,284	19,000	9,410
Depreciation	32,828	26,000	32,368
	<u>886,766</u>	<u>861,661</u>	<u>836,050</u>

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

5. Administration

	2024	2024	2023
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Audit Fee	8,113	7,226	5,470
Board Expenses	1,359	2,000	963
Board Fees	3,075	2,800	2,375
Communication	11,824	9,420	9,684
Employee Benefits - Salaries	78,326	65,600	66,016
Insurance	14,604	11,400	11,063
Other	11,524	10,630	5,325
Service Providers, Contractors and Consultancy	4,830	5,000	5,565
	<u>133,655</u>	<u>114,076</u>	<u>106,461</u>

6. Property

	2024	2024	2023
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	10,975	10,350	10,027
Cyclical Maintenance Provision	9,655	10,389	28,448
Employee Benefits - Salaries	24,489	25,000	24,475
Heat, Light and Water	15,121	10,000	16,076
Repairs and Maintenance	16,521	17,800	12,056
Security	5,584	1,500	2,692
Use of Land and Buildings	221,894	221,894	204,473
	<u>304,239</u>	<u>296,933</u>	<u>298,247</u>

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

7. Cash and Cash Equivalents

	2024	2024	2023
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Cash on Hand	200	200	200
Bank Current Account	98,113	76,699	145,535
Bank Call Account	281	250	273
	<u>98,594</u>	<u>77,149</u>	<u>146,008</u>
Net cash and cash equivalents for Cash Flow Statement	<u>98,594</u>	<u>77,149</u>	<u>146,008</u>

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

8. Accounts Receivable

	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
Receivables	302	62,000	65
Receivables from the Ministry of Education	707	-	-
Interest Receivable	1,634	-	2,632
Teacher Salaries Grant Receivable	50,142	-	58,282
	<u>52,785</u>	<u>62,000</u>	<u>60,979</u>
Receivables from Exchange Transactions	2,643	62,000	2,697
Receivables from Non-Exchange Transactions	50,142	-	58,282
	<u>52,785</u>	<u>62,000</u>	<u>60,979</u>

9. Investments

The School's investment activities are classified as follows:

	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
Current Assets			
Short-term Bank Deposits	146,867	185,000	183,694

10. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2024						
Buildings	297,202	-	-	-	(9,163)	288,041
Furniture and Equipment	88,216	6,107	-	-	(11,808)	82,515
Information Technology	27,695	5,378	-	-	(6,470)	26,603
Leased Assets	9,936	-	-	-	(4,823)	5,113
Library Resources	4,298	-	-	-	(564)	3,734
Balance at 31 December 2024	<u>427,347</u>	<u>11,485</u>	<u>-</u>	<u>-</u>	<u>(32,828)</u>	<u>406,006</u>

The net carrying value of equipment held under a finance lease is \$5,113 (2023: \$9,936)

Restrictions

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

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

10. Property, Plant and Equipment (Cont.)

	2024	2024	2024	2023	2023	2023
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	444,927	(156,888)	288,041	444,927	(147,725)	297,202
Furniture and Equipment	158,634	(76,120)	82,515	152,528	(64,312)	88,216
Information Technology	47,670	(21,067)	26,603	42,292	(14,597)	27,695
Leased Assets	35,600	(30,487)	5,113	35,600	(25,664)	9,936
Library Resources	28,762	(25,029)	3,734	28,762	(24,464)	4,298
Balance at 31 December	715,593	(309,591)	406,006	704,109	(276,762)	427,347

11. Accounts Payable

	2024	2024	2023
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	17,795	20,000	102,243
Accruals	11,539	7,000	7,226
Employee Entitlements - Salaries	52,846	63,000	58,282
Employee Entitlements - Leave Accrual	2,862	-	2,481
	85,042	90,000	170,232
Payables for Exchange Transactions	85,042	90,000	170,232
	85,042	90,000	170,232

The carrying value of payables approximates their fair value.

12. Revenue Received in Advance

	2024	2024	2023
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Grants in Advance - Ministry of Education	-	-	8,087
Other Revenue Received in Advance	1,248	5,000	651
	1,248	5,000	8,738

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

13. Provision for Cyclical Maintenance

	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
Provision at the Start of the Year	31,788	31,788	68,667
Increase to the Provision During the Year	12,152	10,389	-
Adjustment to the Provision	(2,497)	(17,177)	28,448
Use of the Provision During the Year	-		(65,327)
Provision at the End of the Year	<u>41,443</u>	<u>25,000</u>	<u>31,788</u>
Cyclical Maintenance - Current	8,023	10,000	17,011
Cyclical Maintenance - Non Current	33,420	15,000	14,777
	<u>41,443</u>	<u>25,000</u>	<u>31,788</u>

The schools cyclical maintenance schedule details annual painting to be undertaken, the costs associated to this annual work will vary dependent on the requirements during the year. This plan is based on the schools 10 Year Property plan.

14. Finance Lease Liability

The School has entered into a number of finance lease agreements for Ipads and Photocopiers. Minimum lease payments payable:

	2024 Actual \$	2024 Budget (Unaudited) \$	2023 Actual \$
No Later than One Year	3,392	3,000	4,804
Later than One Year and no Later than Five Years	2,021	2,000	5,411
Future Finance Charges	(405)	-	(1,029)
	<u>5,008</u>	<u>5,000</u>	<u>9,186</u>
Represented by			
Finance Lease Liability - Current	3,070	3,000	4,179
Finance Lease Liability - Non Current	1,938	2,000	5,007
	<u>5,008</u>	<u>5,000</u>	<u>9,186</u>

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

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

2024	Opening Balances	Receipts from MoE	Payments	BOT Contribution	Closing Balances
	\$	\$	\$	\$	\$
Fire Security Upgrade	(10,233)	10,233	-	-	-
LSM Fence & Gate	(23,885)	-	-	-	(23,885)
Parking & Road Safety Improvement	(9,400)	51,146	(61,920)	-	(20,174)
AMS Block Classroom Upgrade	(815)	46,405	(67,333)	-	(21,743)
Totals	(44,333)	107,784	(129,253)	-	(65,802)

Represented by:

Funds Held on Behalf of the Ministry of Education

Funds Due from the Ministry of Education

-
(65,802)

(65,802)

2023	Opening Balances	Receipts from MoE	Payments	BOT Contribution	Closing Balances
	\$	\$	\$	\$	\$
MOE Capital Asbestos Project	55	-	-	(55)	-
School Investment Package	(5,056)	3,162	(3,162)	5,056	-
Fire Security Upgrade	(2,682)	-	(7,551)	-	(10,233)
BLK B AMS Classroom Upgrade	(3,000)	-	-	3,000	-
LSM Fence & Gate	(23,885)	-	-	-	(23,885)
Roofing Blks CDFGJ Upgrade	(10,500)	10,750	(250)	-	-
Parking & Road Safety Improvement	(3,200)	-	(6,200)	-	(9,400)
AMS Block Classroom Upgrade	-	100,000	(100,815)	-	(815)
Totals	(48,268)	113,912	(117,978)	8,001	(44,333)

Represented by:

Funds Held on Behalf of the Ministry of Education

Funds Due from the Ministry of Education

-
(44,333)

(44,333)

16. 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.

MANGAROA SCHOOL

Notes to the Financial Statements For the year ended 31 December 2024

17. Remuneration

Key management personnel compensation

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

	2024 Actual \$	2023 Actual \$
<i>Board Members</i>		
Remuneration	3,075	2,375
<i>Leadership Team</i>		
Remuneration	247,726	241,752
Full-time equivalent members	2	2
Total key management personnel remuneration	250,801	244,127

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

Principal

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

	2024 Actual \$000	2023 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	130 - 140	130 - 140
Benefits and Other Emoluments	3 - 4	0 - 1

Other Employees

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

Remuneration \$000	2024 FTE Number	2023 FTE Number
110 - 120	1	1
	1	1

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

18. Compensation and Other Benefits Upon Leaving

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

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

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

19. Contingencies

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

Holidays Act Compliance – Schools Payroll

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

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

Pay Equity and Collective Agreement Funding Wash-up

In 2024 the Ministry of Education provided additional funding for both the Support Staff in Schools' Collective Agreement (CA) Settlement and the Teacher Aide Pay Equity Settlement. At the date of signing the financial statements the School's final entitlement for the year ended 31 December 2024 has not yet been advised. The School has therefore not recognised an asset or a liability regarding this funding wash-up, which is expected to be settled in July 2025.

20. Commitments

(a) Capital Commitments

At 31 December 2024, the Board had capital commitments of \$4,531 (2023: \$49,103) as a result of entering the following contracts:

Contract Name	Contract Amount	Spend To Date	Remaining Capital Commitment
	\$	\$	\$
LSM Fences and gates	99,562	95,031	4,531
Total	99,562	95,031	4,531

The Board receives funding from the Ministry of Education for Capital Works which is disclosed in note 15.

(b) Operating Commitments

As at 31 December 2024 the Board has not entered into any operating contracts (2023: \$nil).

MANGAROA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2024

21. Financial Instruments

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

	2024	2024	2023
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Financial assets measured at amortised cost			
Cash and Cash Equivalents	98,594	77,149	146,008
Receivables	52,785	62,000	60,979
Investments - Term Deposits	146,867	185,000	183,694
Total Financial Assets Measured at Amortised Cost	298,246	324,149	390,681
Financial liabilities measured at amortised cost			
Payables	85,042	90,000	170,232
Finance Leases	5,008	5,000	9,186
Total Financial Liabilities Measured at Amortised Cost	90,050	95,000	179,418

22. Events After Balance Date

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

23. Comparatives

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

MANGAROA SCHOOL

Members of the Board

For the year ended 31 December 2024

Name	Position	How position on Board gained	Occupation	Term expired/expires
Claire Picone	Presiding Member	Elected Sept 2023	Stay at Home Mum	May 2025
John Steere	Principal	Appointed January 2020	Principal	
Dan Poeira	Parent Rep	Elected 2016, re-elected June 2019, re-elected Sept 2022	Fencing Contractor	May 2025
Cam Smith	Parent Rep	Elected Sept 2022	Director	May 2025
Sam Harrison	Staff Rep	Elected May 2021, re-elected Sept 2023	Teacher	May 2025
Rebecca Harvey	Parent Rep	Seconded May 2024	Historian	May 2025
Vess Mark	Parent Rep	Elected Sept 2023	Homemaker	May 2025
Nicki Whitman	Parent Rep	Elected July 2021	Stay at Home Mum	Resigned February 2024

MANGAROA SCHOOL

Kiwisport / Statement of Compliance with Employment Policy For the year ended 31 December 2024

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

In 2024 the school received \$1,578 (2023: \$1,597) in Kiwisport funding.

In 2024 the funds received for Kiwisport were spent on new sporting equipment; soccer balls, training soccer balls, skipping ropes, quoits, basketballs, along with storage containers and the whole school attended gymnastic lessons.

The funding received helps our school to keep sporting equipment current and enables the replacement of obsolete stock.

Statement of Compliance with Employment Policy

For the year ended 31 December 2024 Mangaroa School Board:

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

INDEPENDENT AUDITOR'S REPORT
TO THE READERS OF MANGAROA SCHOOL'S FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

The Auditor-General is the auditor of Mangaroa School (the School). The Auditor-General has appointed me, Chrissie Murray, using the staff and resources of Baker Tilly Staples Rodway Audit 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 21, that comprise the statement of financial position as at 31 December 2024, 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 2024; 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 the Public Sector – Public Benefit Entity Standards, Reduced Disclosure Regime.

Our audit was completed on 5 June 2025. 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 of Trustees 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 of Trustees for the financial statements

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

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

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

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

Responsibilities of the auditor for the audit of the financial statements

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

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

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

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

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

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

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

Our responsibilities arise from the Public Audit Act 2001.

Other information

The Board of Trustees is responsible for the other information. The other information obtained at the date of our report is the analysis of variance, a Kiwisport statement and a list of the Trustees, 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 (Revised): *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.



Chrissie Murray
Baker Tilly Staples Rodway Audit Limited

On behalf of the Auditor-General
Wellington, New Zealand