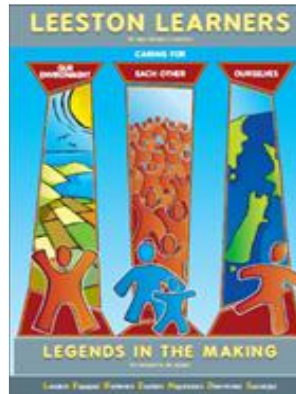


LEESTON CONSOLIDATED SCHOOL



ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

School Directory

Ministry Number: 3410

Principal: Lynda Taylor

School Address: 19 Selwyn Street, Leeston, 7632

School Phone: 03 324 3493

School Email: admin@leeston.school.nz

LEESTON CONSOLIDATED SCHOOL

Annual Financial Statements - For the year ended 31 December 2023

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Leeston Consolidated School

Statement of Responsibility

For the year ended 31 December 2023

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

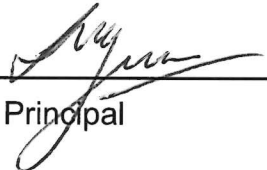
The management (including the principal and others as directed by the Board) accepts responsibility for establishing and maintaining a system of internal control designed to provide reasonable assurance as to the integrity and reliability of the School's financial reporting.

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2023 fairly reflect the financial position and operations of the School.

The School's 2023 financial statements are authorised for issue by the Board.



Presiding Member



Principal

6/5/24
Date

6/5/2024
Date

Leeston Consolidated School Members of the Board

For the year ended 31 December 2023

Name	Position	How Position Gained	Term Expired/ Expires
Daniel Rollo	Presiding Member	Elected	Sep 2025
Lynda Taylor	Principal	ex Officio	
Lauren Uren	Parent Representative	Elected	Sep 2025
Annie Vince	Parent Representative	Elected	Sep 2025
Hugh Burns	Parent Representative	Elected	Sep 2025
Tessa Clark	Parent Representative	Elected	Sep 2025
Bronwyn Shalfoon	Staff Representative	Elected	Sep 2025

Leeston Consolidated School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2023

		2023	2023	2022
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Revenue				
Government Grants	2	3,209,939	2,677,800	2,951,947
Locally Raised Funds	3	186,375	131,000	210,412
Government Grants- Resource Teachers Learning & Behaviour	4	2,026,267	1,911,188	1,828,550
Interest		36,918	1,500	7,450
Total Revenue		5,459,499	4,721,488	4,998,359
Expenses				
Locally Raised Funds	3	27,125	43,900	23,114
Resource Teachers Learning & Behaviour	4	1,988,351	1,911,188	1,830,845
Learning Resources	5	2,383,794	1,862,245	2,184,412
Administration	6	197,053	171,700	187,111
Interest		4,235	-	5,056
Property	7	846,266	752,419	676,814
Loss on Disposal of Property, Plant and Equipment		1,215	-	75
Total Expense		5,448,039	4,741,452	4,907,427
Net Surplus / (Deficit) for the year		11,460	(19,964)	90,932
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		11,460	(19,964)	90,932

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

Leeston Consolidated School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Equity at 1 January		857,201	857,201	758,474
Total comprehensive revenue and expense for the year		11,460	(19,964)	90,932
Contribution - Furniture and Equipment Grant		12,940	-	7,795
Equity at 31 December		881,601	837,237	857,201
Accumulated comprehensive revenue and expense		881,601	837,237	857,201
Equity at 31 December		881,601	837,237	857,201

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.

Leeston Consolidated School Statement of Financial Position

As at 31 December 2023

		2023	2023	2022
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Current Assets				
Cash and Cash Equivalents	8	31,795	415,766	408,226
Accounts Receivable	9	361,121	307,241	307,241
GST Receivable		51,795	8,908	8,908
Prepayments		20,400	5,475	5,475
Investments	10	748,323	191,168	191,168
Funds Receivable for Capital Works Projects	16	512	22,989	22,989
		<u>1,213,946</u>	<u>951,547</u>	<u>944,007</u>
Current Liabilities				
Accounts Payable	12	517,847	350,751	350,751
Revenue Received in Advance	13	94,610	28,551	77,547
Provision for Cyclical Maintenance	14	54,545	60,000	54,000
Finance Lease Liability	15	29,930	31,964	31,964
Funds held for Capital Works Projects	16	-	874	874
Funds Held on Behalf of the Matapuna o te Waihora Learning	17	148	6,942	442
Funds Held on Behalf of the ECE Kahui Ako Cluster	18	6,630	6,630	6,630
		<u>703,710</u>	<u>485,712</u>	<u>522,208</u>
Working Capital Surplus		510,236	465,835	421,799
Non-current Assets				
Property, Plant and Equipment	11	576,761	490,970	550,970
		<u>576,761</u>	<u>490,970</u>	<u>550,970</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	14	171,741	94,589	90,589
Finance Lease Liability	15	33,655	24,979	24,979
		<u>205,396</u>	<u>119,568</u>	<u>115,568</u>
Net Assets		<u>881,601</u>	<u>837,237</u>	<u>857,201</u>
Equity		<u>881,601</u>	<u>837,237</u>	<u>857,201</u>

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

Leeston Consolidated School

Statement of Cash Flows

For the year ended 31 December 2023

		2023	2023	2022
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
		\$	\$	\$
Cash flows from Operating Activities				
Government Grants		1,044,753	674,692	968,609
Locally Raised Funds		188,315	131,000	180,411
Goods and Services Tax (net)		(42,887)	-	(3,412)
Payments to Employees		(527,446)	(439,226)	(500,969)
Payments to Suppliers		(433,714)	(277,430)	(470,809)
Interest Paid		(4,235)	-	-
Interest Received		23,433	1,500	5,907
Net cash from Operating Activities		248,219	90,536	179,737
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment		(80,584)	(40,500)	(34,547)
Purchase of Investments		(557,155)	-	(2,553)
Net cash (to) Investing Activities		(637,739)	(40,500)	(37,100)
Cash flows from Financing Activities				
Furniture and Equipment Grant		12,940	-	7,795
Finance Lease Payments		(25,361)	-	(25,634)
Funds Administered on Behalf of Other Parties		25,510	(42,496)	(48,630)
Net cash from/(to) Financing Activities		13,089	(42,496)	(66,469)
Net (decrease)/increase in cash and cash equivalents		(376,431)	7,540	76,168
Cash and cash equivalents at the beginning of the year	8	408,226	408,226	332,058
Cash and cash equivalents at the end of the year	8	31,795	415,766	408,226

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

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

Leeston Consolidated School

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

1.1. Reporting Entity

Leeston Consolidated 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.

1.2. Basis of Preparation

Reporting Period

The financial statements have been prepared for the period 1 January 2023 to 31 December 2023 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 whole 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 for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 14.

Useful lives of property, plant and equipment

The School reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment as disclosed in the significant accounting policies are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 11.

Critical Judgements in applying accounting policies

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

Classification of leases

Determining whether a lease is a finance lease or an operating lease requires judgement as to whether the lease transfers substantially all the risks and rewards of ownership to the school. A lease is classified as a finance lease if it transfers substantially all risks and rewards incidental to ownership of an underlying asset to the lessee. In contrast, an operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset to the lessee.

Judgement is required on various aspects that include, but are not limited to, the fair value of the leased asset, the economic life of the leased asset, whether or not to include renewal options in the lease term, and determining an appropriate discount rate to calculate the present value of the minimum lease payments. Classification as a finance lease means the asset is recognised in the statement of financial position as property, plant, and equipment, whereas for an operating lease no such asset is recognised. Finance lease liability disclosures are contained in note 15. Future operating lease commitments are disclosed in note 23b.

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.

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

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. Grants for the use of land and buildings are not received in cash by the School as they equate to the deemed expense for using the land and buildings which are owned by the Crown. The School's use of the land and buildings as occupant is based on a property occupancy document as gazetted by the Ministry. The expense is based on an assumed market rental yield on the value of land and buildings as used for rating purposes.

This is a non-cash revenue that is offset by a non-cash expense. The use of land and buildings grants and associated expenditure are recorded in the period the School uses the land and buildings.

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 recognised as 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.

1.4. 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.

1.5. 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.

1.6. 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.

1.7. Accounts Receivable

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

1.8. 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.

1.9. 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 improvements	10-50 years
Furniture and equipment	4-7 years
Information and communication technology	5 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

1.10. 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 as 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.

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.

1.11. 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.

1.12. Employee Entitlements

Short-term employee entitlements

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

Long-term employee entitlements

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

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

1.13. Revenue Received in Advance

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

1.14. Funds held for Capital Works

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

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

1.15. Shared Funds

Shared Funds are held on behalf of a cluster of participating schools as agreed with the Ministry of Education. In instances where funds are 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.

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

The School carries out painting maintenance of the whole school over a variety of periods in accordance with the conditional assessment of each area of the school. 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.

1.17. 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, and finance lease liability.. Financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and any gain or loss on derecognition are recognised in the Statement of Comprehensive Revenue and Expense.

1.18. 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.

1.19. Budget Figures

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

1.20. 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.

2. Government Grants

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Government Grants - Ministry of Education	777,591	674,766	758,204
Teachers' Salaries Grants	1,827,780	1,416,665	1,697,216
Use of Land and Buildings Grants	597,361	581,369	480,687
Other Government Grants	7,207	5,000	15,840
	<u>3,209,939</u>	<u>2,677,800</u>	<u>2,951,947</u>

The School has opted in to the donations scheme for this year. Total amount received was \$45,620 (2022: \$nil).

3. Locally Raised Funds

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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Revenue			
Donations & Bequests	41,638	36,100	61,674
Fees for Extra Curricular Activities	5,702	2,000	11,351
Trading	1,790	2,500	2,802
Fundraising & Community Grants	21,161	11,200	14,659
Other Revenue	116,084	79,200	119,926
	<u>186,375</u>	<u>131,000</u>	<u>210,412</u>
Expenses			
Extra Curricular Activities Costs	8,707	31,300	13,816
Trading	4,437	2,500	1,965
Fundraising & Community Grant Costs	5,535	500	-
Other Locally Raised Funds Expenditure	8,446	9,600	7,333
	<u>27,125</u>	<u>43,900</u>	<u>23,114</u>
<i>Surplus for the year Locally raised funds</i>	<u>159,250</u>	<u>87,100</u>	<u>187,298</u>

4. Funds for Resource Teachers of Learning and Behaviour Services (RTLBS)

Leeston Consolidated School is the lead school funded by the Ministry of Education to provide the services of Resource Teachers of Learning and Behaviour to its cluster of schools.

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Restated Actual \$
Revenue			
Teachers' Salary Grant	1,749,966	1,597,605	1,597,605
Administration Grant	57,840	57,840	56,292
Learning Support Funding	106,005	106,005	101,928
Year 11-13 Funding	10,752	4,179	3,400
Travel Grant	86,027	86,027	85,681
Other Revenue	19,879	10,537	6,626
Revenue in advance	(4,202)	48,995	(22,982)
Revenue recognised	<u>2,026,267</u>	<u>1,911,188</u>	<u>1,828,550</u>
Expenses			
Employee Benefit - Salaries	1,749,966	1,597,605	1,597,605
Administration	81,609	72,943	98,390
Learning Support	93,385	130,627	74,005
Travel	60,490	63,977	46,894
Other Expenses	2,901	46,036	13,951
Total Expenses	<u>1,988,351</u>	<u>1,911,188</u>	<u>1,830,845</u>
Surplus/(Deficit) for the year - RTLBS Service	<u>37,916</u>	<u>-</u>	<u>(2,295)</u>

The Ministry of Education provides funds to Leeston School to provide Resource Teachers of Learning and Behaviour (RTLB) services to the following schools in its cluster: Darfield High School, Lincoln High School, Mount Hutt College, Ellesmere College, Akaroa Area School, Ashburton College, Rolleston College, West Rolleston School, Ashburton Christian School, Rolleston Christian School, Allenton School, Ashburton Borough School, Ashburton Intermediate, Ashburton Netherby, Broadfield School, Chertsey School, Darfield Primary School, Dorie School, Dunsandel School, Duvauchelle School, Fairton School, Glentunnel School, Greendale School, Halswell School, Hampstead School, Hinds School, Hororata School, Kirwee Model School, Ladbroke School, Lauriston School, Leeston School, Lincoln Primary School, Little River School, Mayfield School, Methven School, Mr Somers Springburn School, Okains Bay School, Our Lady of Snows School, Prebbleton School, Rakaia School, Rolleston School, Sheffield Contributing School, Southbridge School, Springfield School, Springston School, St Joseph's School (Ashburton), Tai Tapu School, Templeton School, Tinwald School, Wakanui School, Weedons School, West Melton School, Longbeach School, Windwhistle School, Yaldhurst Model School, Lemonwood Grove School, Clearview School, Burnham School and Ararira Springs School.

It provides this service by working with teachers and schools to support the achievement of students in Years 1 - 10 with learning and/or behaviour difficulties. They have particular focus on supporting Maori and Pasifika students and children and young people moving into State care. RTLB support and up-skill teachers to better meet the needs of students within an inclusive education system.

5. Learning Resources

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Curricular	101,941	92,480	88,139
Equipment Repairs	2,717	2,000	1,429
Library Resources	1,839	3,000	2,060
Employee Benefits - Salaries	2,158,174	1,644,965	1,996,981
Staff Development	21,526	19,300	15,537
Depreciation	97,597	100,500	80,266
	<u>2,383,794</u>	<u>1,862,245</u>	<u>2,184,412</u>

6. Administration

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Audit Fee	4,260	4,000	4,170
Board Fees	3,830	4,500	4,070
Board Expenses	8,126	4,500	6,455
Communication	4,916	3,700	4,247
Consumables	16,566	19,500	12,548
Operating Lease	3,951	-	-
Other	9,862	11,300	12,844
Employee Benefits - Salaries	140,226	117,500	136,741
Insurance	1,027	2,000	1,027
Service Providers, Contractors and Consultancy	4,289	4,700	5,009
	<u>197,053</u>	<u>171,700</u>	<u>187,111</u>

7. Property

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Caretaking and Cleaning Consumables	14,941	11,000	15,676
Cyclical Maintenance Provision	28,199	10,000	32,000
Adjustment to the Provision- Other Adjustments	53,498	-	-
Grounds	12,672	9,050	8,853
Heat, Light and Water	23,524	26,000	25,711
Rates	4,935	5,500	5,064
Repairs and Maintenance	10,472	8,000	4,837
Use of Land and Buildings	597,361	581,369	480,687
Security	733	3,000	2,824
Employee Benefits - Salaries	99,931	98,500	101,162
	<u>846,266</u>	<u>752,419</u>	<u>676,814</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 nationwide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

8. Cash and Cash Equivalents

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Bank Accounts	31,795	415,766	408,226
Cash and Cash Equivalents for Statement of Cash Flows	<u>31,795</u>	<u>415,766</u>	<u>408,226</u>

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

Of the \$31,795 Cash and Cash Equivalents and investments, \$92,297 is held by the School on behalf of the Ministry of Education. These funds have been provided by the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2024 on Crown owned school buildings.

Of the \$31,795 Cash and Cash Equivalents and investments, \$9,619 of unspent grant funding is held by the School. This funding is subject to conditions which specify how the grant is required to be spent. If these conditions are not met, the funds will need to be returned.

Of the \$31,795 Cash and Cash Equivalents and investments, \$76,318 is held by the School for the RTLB.

Of the \$31,795 Cash and Cash Equivalents and investments, \$148 is held by the School on behalf of the Matapuna o te Waihora Learning Centre cluster. See note 17 for details of how the funding received for the cluster has been spent in the year.

Of the \$31,795 Cash and Cash Equivalents and investments, \$6,630 is held by the School on behalf of the ECE Kahui Ako cluster cluster. See note 18 for details of how the funding received for the cluster has been spent in the year.

9. Accounts Receivable

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Receivables	9,379	8,076	8,076
Receivables from the Ministry of Education	20,874	21,103	21,103
Interest Receivable	15,624	2,139	2,139
Teacher Salaries Grant Receivable	315,244	275,923	275,923
	<u>361,121</u>	<u>307,241</u>	<u>307,241</u>
Receivables from Exchange Transactions	25,003	10,215	10,215
Receivables from Non-Exchange Transactions	336,118	297,026	297,026
	<u>361,121</u>	<u>307,241</u>	<u>307,241</u>

10. Investments

The School's investment activities are classified as follows:

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Current Asset			
Short-term Bank Deposits	748,323	191,168	191,168
Total Investments	<u>748,323</u>	<u>191,168</u>	<u>191,168</u>

11. Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2023						
Land	78,000	-	-	-	-	78,000
Building Improvements	176,130	11,871	-	-	(9,498)	178,503
Furniture and Equipment	121,846	23,734	-	-	(20,044)	125,536
Information and Communication Technology	54,023	6,146	-	-	(14,808)	45,361
RTLB Assets	52,773	37,917	-	-	(17,942)	72,748
Leased Assets	59,500	49,669	(6,930)	-	(34,233)	68,006
Library Resources	8,698	1,090	(1,215)	-	(1,072)	7,501
Work in Progress	-	1,106	-	-	-	1,106
Balance at 31 December 2023	<u>550,970</u>	<u>131,533</u>	<u>(8,145)</u>	<u>-</u>	<u>(97,597)</u>	<u>576,761</u>

The net carrying value of equipment held under a finance lease is \$68,006 (2022: \$59,500)

Restrictions

With the exception of the contractual restrictions relating to the above noted finance leases, and RTLB Assets which transfer with the Cluster lead, there are no other restrictions over the title of the school's property, plant and equipment, nor are any property, plant and equipment pledged as security for liabilities.

	2023 Cost or Valuation \$	2023 Accumulated Depreciation \$	2023 Net Book Value \$	2022 Cost or Valuation \$	2022 Accumulated Depreciation \$	2022 Net Book Value \$
Land	78,000	-	78,000	78,000	-	78,000
Building Improvements	333,248	(154,745)	178,503	321,378	(145,248)	176,130
Furniture and Equipment	519,175	(393,639)	125,536	495,438	(373,592)	121,846
Information and Communication Technology	494,569	(449,208)	45,361	488,422	(434,399)	54,023
RTLB Assets	177,025	(104,277)	72,748	162,323	(109,550)	52,773
Leased Assets	126,740	(58,734)	68,006	107,981	(48,481)	59,500
Library Resources	18,469	(10,968)	7,501	20,201	(11,503)	8,698
Work in Progress	1,106	-	1,106	-	-	-
Balance at 31 December	1,748,332	(1,171,571)	576,761	1,673,743	(1,122,773)	550,970

12. Accounts Payable

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Creditors	137,717	38,994	38,994
Accruals	4,260	4,135	4,135
Banking Staffing Overuse	17,985	5,074	5,074
Employee Entitlements - Salaries	350,770	295,975	295,975
Employee Entitlements - Leave Accrual	7,115	6,573	6,573
	<u>517,847</u>	<u>350,751</u>	<u>350,751</u>
Payables for Exchange Transactions	517,847	350,751	350,751
	<u>517,847</u>	<u>350,751</u>	<u>350,751</u>

The carrying value of payables approximates their fair value.

13. Revenue Received in Advance

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Grants in Advance - Ministry of Education	9,619	-	-
Grants in Advance - RTLB Funds	76,318	23,121	72,117
Other Revenue in Advance	8,673	5,430	5,430
	<u>94,610</u>	<u>28,551</u>	<u>77,547</u>

14. Provision for Cyclical Maintenance

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Provision at the Start of the Year	144,589	144,589	112,589
Increase to the Provision During the Year	28,199	10,000	32,000
Other Adjustments	53,498	-	-
Provision at the End of the Year	<u>226,286</u>	<u>154,589</u>	<u>144,589</u>
Cyclical Maintenance - Current	54,545	60,000	54,000
Cyclical Maintenance - Non current	171,741	94,589	90,589
	<u>226,286</u>	<u>154,589</u>	<u>144,589</u>

15. Finance Lease Liability

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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
No Later than One Year	32,712	35,211	35,211
Later than One Year and no Later than Five Years	34,927	26,171	26,171
Future Finance Charges	(4,054)	(4,439)	(4,439)
	<u>63,585</u>	<u>56,943</u>	<u>56,943</u>
Represented by:			
Finance lease liability - Current	29,930	31,964	31,964
Finance lease liability - Non current	33,655	24,979	24,979
	<u>63,585</u>	<u>56,943</u>	<u>56,943</u>

16. Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects. The amount of cash held on behalf of the Ministry for capital works project is included under cash and cash equivalents in note 8.

2023	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
	\$	\$	\$	\$	\$
Playground Landscaping Upgrade - 222579 & 233983	(12,191)	18,276	(6,085)	-	-
Convert Library into MPS - 236798	874	350,982	(352,368)	-	(512)
Waharoa and Drainage	(10,798)	-	10,798	-	-
Heat pumps	-	19,101	(19,101)	-	-
Totals	(22,115)	388,359	(366,756)	-	(512)

Represented by:

Funds Receivables from the Ministry of Education (512)

2022	Opening Balances	Receipts from MoE	Payments	Board Contributions	Closing Balances
	\$	\$	\$	\$	\$
Hall upgrade	(43,657)	43,657	-	-	-
Playground Landscaping Upgrade	46,576	-	(58,767)	-	(12,191)
Convert Library into MPS	-	20,000	(19,126)	-	874
Waharoa and Drainage	-	-	(10,798)	-	(10,798)
Totals	2,919	63,657	(88,691)	-	(22,115)

Represented by:

Funds Held on Behalf of the Ministry of Education 874
 Funds Receivables from the Ministry of Education (22,989)

17. Funds Held on Behalf of the Matapuna o te Waihora Learning Centre

Leeston Consolidated School is the lead school and holds funds on behalf of the Matapuna o te Waihora Learning Centre.

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Funds Held at Beginning of the Year	442	442	-
Funds Received from Cluster Members	3,478	-	2,609
Funds Received from Ministry of Education	-	6,500	-
Funds Spent on Behalf of the Cluster	(3,772)	-	(2,167)
Funds Held at Year End	148	6,942	442

18. Funds Held on Behalf of the ECE Kahui Ako Cluster

Leeston Consolidated School is the lead school and holds funds on behalf of the ECE Kahui Ako cluster, a group of schools funded by the Ministry of Education to share professional support.

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Funds Held at Beginning of the Year	6,630	6,630	6,630
Funds Held at Year End	6,630	6,630	6,630

19. Related Party Transactions

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

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

20. Remuneration

Key management personnel compensation

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

	2023 Actual \$	2022 Actual \$
<i>Board Members</i>		
Remuneration	3,830	4,070
<i>Leadership Team</i>		
Remuneration	434,450	418,857
Full-time equivalent members	3.00	3.00
Total key management personnel remuneration	<u>438,280</u>	<u>422,927</u>

There are 6 members of the Board excluding the Principal. The Board had held 10 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:

	2023 Actual \$000	2022 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	170 - 180	170-180
Benefits and Other Emoluments	20 - 25	20-25
Termination Benefits	0 - 0	0 - 0

Other Employees

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

Remuneration \$000	2023 FTE Number	2022 FTE Number
100 -110	13.00	3.00
110 -120	3.00	2.00
	<u>16.00</u>	<u>5.00</u>

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

21. 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 members, or employees during the financial year in relation to that cessation and number of persons to whom all or part of that total was payable was as follows:

	2023 Actual \$	2022 Actual \$
Total	-	-
Number of People	-	-

22. Contingencies

There are no contingent liabilities and no contingent assets except as noted below as at 31 December 2023 (Contingent liabilities and assets at 31 December 2022: 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 Settlement Wash Up amounts

In 2023 the Ministry of Education provided additional funding for non-teaching collective and pay equity agreements. The School is yet to receive a final wash up that adjusts the estimated quarterly instalments for the actual eligible staff members employed in 2023. The Ministry is in the process of determining wash up payments or receipts for the year ended 31 December 2023 however as at the reporting date this amount had not been calculated and therefore is not recorded in these financial statements.

23. Commitments

(a) Capital Commitments

At 31 December 2023, the Board had capital commitments of \$84,073 (2022:\$17,000) as a result of entering the following contracts:

Contract Name	Contract Amount	Spend To Date	Remaining Capital Commitment
	\$	\$	\$
Convert Library to MPS	455,567	371,494	84,073
Total	455,567	371,494	84,073

(b) Operating Commitments

As at 31 December 2023 the Board has not entered into any operating contracts.

(Operating commitments at 31 December 2022: nil)

24. Financial Instruments

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

Financial assets measured at amortised cost

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Cash and Cash Equivalents	31,795	415,766	408,226
Receivables	361,121	307,241	307,241
Funds Owing for Capital Works Projects	512	22,989	22,989
Investments - Term Deposits	748,323	191,168	191,168
Total Financial assets measured at amortised cost	<u>1,141,751</u>	<u>937,164</u>	<u>929,624</u>

Financial liabilities measured at amortised cost

Payables	517,847	350,751	350,751
Finance Leases	63,585	56,943	56,943
Funds held for RTLB Services	76,318	-	72,117
Funds held for Matapuna o Te Waihora Learning Cluster	148	6,942	442
Funds held for ECE Kahui Ako Cluster	6,630	6,630	6,630
Funds Held for Capital Works Projects	-	874	874
Total Financial liabilities measured at amortised Cost	<u>664,528</u>	<u>422,140</u>	<u>487,757</u>

25. Events After Balance Date

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

26. Comparatives

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

**INDEPENDENT AUDITOR'S REPORT
TO THE READERS OF LEESTON CONSOLIDATED SCHOOL'S FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

The Auditor-General is the auditor of Leeston Consolidated School (the School). The Auditor-General has appointed me, John Hooper, using the staff and resources of John Hooper & Co, 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 3 to 18, that comprise the statement of financial position as at 31 December 2023, the statements of comprehensive revenue and expense, changes in net assets / equity and 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 2023; 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 6 May 2024. This is the date at which our opinion is expressed.

The basis of 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 of 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

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 of Trustees' 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 Novopay 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 other information. The other information obtained at the date of our report is the list of board of trustee members, Kiwisport report and the analysis of variance report.

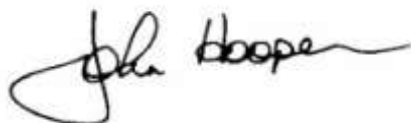
Our opinion on the financial statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

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 (including International Independence Standards)* (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board.

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



JOHN HOOPER

John Hooper & Co

On behalf of the Auditor-General

Nelson, New Zealand