

SACRED HEART SCHOOL (DUNEDIN)



ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

School Directory

Ministry Number: 3815

Principal: Ellen Devaney

School Address: 63 North Road, North East Valley, Dunedin

School Phone: 03 473 8362

School Email: office@sacredheartdn.school.nz

SACRED HEART SCHOOL (DUNEDIN)

Annual Financial Statements - For the year ended 31 December 2023

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Sacred Heart School (Dunedin)

Statement of Responsibility

For the year ended 31 December 2023

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 2023 fairly reflects the financial position and operations of the School.

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

Natalie Ann Harfoot
Full Name of Presiding Member

Bronwyn Elaine Bradshaw
Full Name of Principal

Natalie
Signature of Presiding Member

B. E. Bradshaw
Signature of Principal

18/7/24
Date:

18 July 2024
Date:

Sacred Heart School (Dunedin)

Members of the Board

For the year ended 31 December 2023

Name	Position	How Position Gained	Term Expired/ Expires
Natalie Harfoot	Presiding Member	Elected	Sep 25
Ellen Devaney	Principal	ex Officio	
Dean Fraser	Parent Representative	Elected	Sep 25
Amy Marslin	Parent Representative	Elected	Sep 25
Lee Blair	Parent Representative	Elected	Sept 25
Melanie Ohren	Parent Representative	Elected	Sept 25
Graeme Biggs	Proprietors Representative	Proprietor Appointed	Apr 23
Aidan Cunningham	Proprietors Representative	Proprietor Appointed	Sep 25
Elizabeth Moroney	Proprietors Representative	Proprietor Appointed	Sep 25
Sue McMillan	Proprietors Representative	Proprietor Appointed	Sept 25
Brownwyn Bradshaw	Staff Representative	Elected	Sep 25

Sacred Heart School (Dunedin)

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2023

		2023	2023	2022
	Notes	Actual \$	Budget (Unaudited) \$	Actual \$
Revenue				
Government Grants	2	529,056	360,657	404,905
Locally Raised Funds	3	50,161	33,650	66,043
Use of Proprietor's Land and Buildings		92,750	148,400	92,750
Interest		4,886	180	2,277
Other Revenue		-	-	4,600
Total Revenue		676,853	542,887	570,575
Expenses				
Locally Raised Funds	3	23,584	16,920	29,463
Learning Resources	4	413,346	282,692	304,690
Administration	5	55,591	52,730	64,553
Interest		275	-	115
Property	6	151,045	191,860	160,036
Loss on Disposal of Property, Plant and Equipment		4	-	-
Total Expense		643,845	544,202	558,857
Net Surplus / (Deficit) for the year		33,008	(1,315)	11,718
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		33,008	(1,315)	11,718

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

Sacred Heart School (Dunedin)

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	74,131	74,131	62,413
Total comprehensive revenue and expense for the year	33,008	(1,315)	11,718
Contribution - Furniture and Equipment Grant	6,799	1,229	-
Contribution - St Joseph's Port Chalmers School Closure	1,079	-	-
Equity at 31 December	115,017	74,045	74,131
Accumulated comprehensive revenue and expense	115,017	74,045	74,131
Equity at 31 December	115,017	74,045	74,131

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.

Sacred Heart School (Dunedin)

Statement of Financial Position

As at 31 December 2023

		2023	2023	2022
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Current Assets				
Cash and Cash Equivalents	7	146,489	136,890	132,004
Accounts Receivable	8	42,403	22,793	22,793
Prepayments		7,992	1,842	1,842
Investments	9	46,887	-	-
		243,771	161,525	156,639
Current Liabilities				
GST Payable		13,508	8,315	8,315
Accounts Payable	11	40,253	28,256	28,256
Revenue Received in Advance	12	14,884	1,582	1,582
Provision for Cyclical Maintenance	13	54,857	55,714	29,167
Finance Lease Liability	14	1,604	571	571
		125,106	94,438	67,891
Working Capital Surplus		118,665	67,087	88,748
Non-current Assets				
Property, Plant and Equipment	10	29,266	27,914	27,886
		29,266	27,914	27,886
Non-current Liabilities				
Provision for Cyclical Maintenance	13	31,400	20,171	41,718
Finance Lease Liability	14	1,514	785	785
		32,914	20,956	42,503
Net Assets		115,017	74,045	74,131
Equity		115,017	74,045	74,131

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

Sacred Heart School (Dunedin)

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		188,541	129,166	173,413
Locally Raised Funds		49,221	33,650	66,118
International Students		8,418	-	1,582
Goods and Services Tax (net)		5,193	-	(178)
Payments to Employees		(102,556)	(71,951)	(106,281)
Payments to Suppliers		(93,287)	(87,388)	(113,214)
Interest Paid		(275)	-	(115)
Interest Received		4,787	180	2,213
Net cash from Operating Activities		60,042	3,657	23,538
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment		(5,097)	-	(7,435)
Purchase of Investments		(46,887)	-	-
Net cash (to) Investing Activities		(51,984)	-	(7,435)
Cash flows from Financing Activities				
Furniture and Equipment Grant		6,799	1,229	-
Finance Lease Payments		(372)	-	(572)
Net cash from/(to) Financing Activities		6,427	1,229	(572)
Net increase in cash and cash equivalents		14,485	4,886	15,531
Cash and cash equivalents at the beginning of the year	7	132,004	132,004	116,473
Cash and cash equivalents at the end of the year	7	146,489	136,890	132,004

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.

Sacred Heart School (Dunedin)

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

1.1. Reporting Entity

Sacred Heart School (Dunedin) (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 reports 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 Proprietor'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 13.

Useful lives of property, plant and equipment

The School reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment as disclosed in the significant accounting policies are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 10.

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 19b.

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 programs 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 Proprietor. Grants for the use of land and buildings are also not received in cash by the school however they equate to the deemed expense for using the land and buildings. This expense is based on an assumed market rental yield on the 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 Proprietor are excluded from these financial statements. The Board's use of the land and buildings as 'occupant' is based on a property occupancy document.

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

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

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:

Furniture and equipment	2-13 years
Information and communication technology	1-4 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	8 years

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 the 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.

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.

1.14. Funds Held in Trust

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

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

1.15. Provision for Cyclical Maintenance

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

Cyclical maintenance, which involves painting 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.

1.16. Financial Instruments

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

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

1.17. 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.

1.18. Budget Figures

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

1.19. 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	187,523	129,166	173,413
Teachers' Salaries Grants	337,755	231,491	231,492
Other Government Grants	3,778	-	-
	<u>529,056</u>	<u>360,657</u>	<u>404,905</u>

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	9,604	2,500	31,038
Fees for Extra Curricular Activities	5,091	5,375	6,119
Trading	2,964	2,575	2,166
Fundraising & Community Grants	4,822	3,500	850
Other Revenue	25,680	19,700	18,870
International Student Roll	2,000	-	7,000
	<u>50,161</u>	<u>33,650</u>	<u>66,043</u>
Expenses			
Extra Curricular Activities Costs	4,156	3,500	5,738
Trading	3,914	700	5,508
Fundraising & Community Grant Costs	2,319	-	-
Other Locally Raised Funds Expenditure	12,995	12,720	17,769
International Student - Other Expenses	200	-	448
	<u>23,584</u>	<u>16,920</u>	<u>29,463</u>
	<u>26,577</u>	<u>16,730</u>	<u>36,580</u>

Surplus for the year Locally raised funds

4. Learning Resources

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Curricular	9,822	10,600	9,219
Information and Communication Technology	834	1,000	-
Employee Benefits - Salaries	392,540	267,392	288,926
Staff Development	2,339	2,500	891
Depreciation	7,811	1,200	5,654
	<u>413,346</u>	<u>282,692</u>	<u>304,690</u>

5. Administration

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Audit Fee	4,066	4,500	4,160
Board Fees	2,970	4,560	1,265
Board Expenses	2,102	800	-
Communication	1,025	1,000	987
Consumables	2,635	1,600	1,711
Operating Lease	2,310	2,520	2,802
Other	4,468	9,300	12,324
Employee Benefits - Salaries	32,008	23,450	37,513
Insurance	2,279	3,000	1,866
Service Providers, Contractors and Consultancy	1,728	2,000	1,925
	<u>55,591</u>	<u>52,730</u>	<u>64,553</u>

6. Property

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	10,895	10,080	9,061
Cyclical Maintenance	15,539	5,000	8,264
Adjustment to the Provision- Other Adjustments	(167)	-	-
Grounds	460	300	1,068
Heat, Light and Water	9,196	7,800	8,480
Rates	6,374	5,580	6,009
Repairs and Maintenance	2,196	2,100	23,070
Use of Land and Buildings	92,750	148,400	92,750
Employee Benefits - Salaries	13,802	12,600	11,334
	<u>151,045</u>	<u>191,860</u>	<u>160,036</u>

The use of land and buildings figure represents 5% of the school's total property value. This is used as a 'proxy' for the market rental of the property.

7. Cash and Cash Equivalents

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Bank Accounts	146,489	90,273	85,387
Short-term Bank Deposits	-	46,617	46,617
Cash and Cash Equivalents for Statement of Cash Flows	<u>146,489</u>	<u>136,890</u>	<u>132,004</u>

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

Of the \$146,489 Cash and Cash Equivalents, \$1,913 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.

8. Accounts Receivable

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Receivables	5,865	1,954	1,954
Receivables from the Ministry of Education	2,441	-	-
Interest Receivable	191	92	92
Banking Staffing Underuse	9,387	-	-
Teacher Salaries Grant Receivable	24,519	20,747	20,747
	<u>42,403</u>	<u>22,793</u>	<u>22,793</u>
Receivables from Exchange Transactions	6,056	2,046	2,046
Receivables from Non-Exchange Transactions	36,347	20,747	20,747
	<u>42,403</u>	<u>22,793</u>	<u>22,793</u>

9. Investments

The School's investment activities are classified as follows:

	2023	2023	2022
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Current Asset			
Short-term Bank Deposits	46,887	-	-
Total Investments	<u>46,887</u>	<u>-</u>	<u>-</u>

10. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2023	\$	\$	\$	\$	\$	\$
Furniture and Equipment	11,400	4,942	-	-	(2,039)	14,303
Information and Communication Technology	14,947	-	-	-	(4,368)	10,579
Leased Assets	1,266	3,019	-	-	(1,254)	3,031
Library Resources	273	1,234	(4)	-	(150)	1,353
Balance at 31 December 2023	27,886	9,195	(4)	-	(7,811)	29,266

The net carrying value of equipment held under a finance lease is \$3,031 (2022: \$1,266)

Restrictions

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.

	2023 Cost or Valuation	2023 Accumulated Depreciation	2023 Net Book Value	2022 Cost or Valuation	2022 Accumulated Depreciation	2022 Net Book Value
	\$	\$	\$	\$	\$	\$
Furniture and Equipment	73,111	(58,808)	14,303	68,170	(56,770)	11,400
Information and Communication Technology	66,708	(56,129)	10,579	66,708	(51,761)	14,947
Leased Assets	4,772	(1,741)	3,031	1,753	(487)	1,266
Library Resources	25,703	(24,350)	1,353	24,803	(24,530)	273
Balance at 31 December	170,294	(141,028)	29,266	161,434	(133,548)	27,886

11. Accounts Payable

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Creditors	3,513	-	-
Accruals	6,142	7,509	7,509
Employee Entitlements - Salaries	27,291	20,747	20,747
Employee Entitlements - Leave Accrual	3,307	-	-
	<u>40,253</u>	<u>28,256</u>	<u>28,256</u>
Payables for Exchange Transactions	<u>40,253</u>	<u>28,256</u>	<u>28,256</u>
	<u>40,253</u>	<u>28,256</u>	<u>28,256</u>

The carrying value of payables approximates their fair value.

12. Revenue Received in Advance

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Grants in Advance - Ministry of Education	1,913	-	-
International Student Fees in Advance	8,000	1,582	1,582
Other Revenue in Advance	4,971	-	-
	<u>14,884</u>	<u>1,582</u>	<u>1,582</u>

13. Provision for Cyclical Maintenance

	2023	2023 Budget	2022
	Actual	(Unaudited)	Actual
	\$	\$	\$
Provision at the Start of the Year	70,885	70,885	62,620
Increase to the Provision During the Year	15,539	5,000	16,374
Other Adjustments	(167)	-	(8,109)
Use of the Provision During the Year	-	-	-
Provision at the End of the Year	<u>86,257</u>	<u>75,885</u>	<u>70,885</u>
Cyclical Maintenance - Current	54,857	55,714	29,167
Cyclical Maintenance - Non current	31,400	20,171	41,718
	<u>86,257</u>	<u>75,885</u>	<u>70,885</u>

The School's cyclical maintenance schedule details annual painting & other significant cyclical maintenance work to be undertaken. The costs associated with this annual work will vary depending on the requirements during the year. This plan is based on the School's most recent 10 Year Property plan, adjusted as identified and confirmed appropriate by the Board, to other reliable sources of evidence.

14. 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	2023 Budget	2022
	Actual	(Unaudited)	Actual
	\$	\$	\$
No Later than One Year	1,819	668	668
Later than One Year and no Later than Five Years	1,605	835	835
Future Finance Charges	(306)	(147)	(147)
	<u>3,118</u>	<u>1,356</u>	<u>1,356</u>
Represented by:			
Finance lease liability - Current	1,604	571	571
Finance lease liability - Non current	1,514	785	785
	<u>3,118</u>	<u>1,356</u>	<u>1,356</u>

15. Related Party Transactions

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

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

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

The Proprietor provides land and buildings free of charge for use by the School Board as noted in Note 1.3. The estimated value of this use during the current period is included in the Statement of Comprehensive Revenue and Expense as "Use of land and buildings".

16. Remuneration

Key management personnel compensation

Key management personnel of the School include all trustees of the Board, Principal, and Office Manager

	2023 Actual \$	2022 Actual \$
<i>Board Members</i>		
Remuneration	2,970	1,265
<i>Leadership Team</i>		
Remuneration	147,466	180,411
Full-time equivalent members	1.50	2.00
Total key management personnel remuneration	150,436	181,676

There are nine members of the Board excluding the Principal. The Board had held eight full meetings of the Board in the year. The Board also has Property two members) that met several times 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	110 - 120	100 - 110
Benefits and Other Emoluments	0 - 5	0 - 5
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	-	-
	-	-

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

17. 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	-	-

18. 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.

19. Commitments

(a) Capital Commitments

As at 31 December 2023 the Board has not entered into any contract agreements for capital works.

(b) Operating Commitments

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

(a) operating lease of a photocopier;

	2023 Actual \$	2022 Actual \$
No later than One Year	2,310	2,500
	<u>2,310</u>	<u>2,500</u>

The total lease payments incurred during the period were \$2,310 (2022: \$2,500).

20. 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	146,489	136,890	132,004
Receivables	42,403	22,793	22,793
Investments - Term Deposits	46,887	-	-
Total Financial assets measured at amortised cost	<u>235,779</u>	<u>159,683</u>	<u>154,797</u>

Financial liabilities measured at amortised cost

Payables	40,253	28,256	28,256
Finance Leases	3,118	1,356	1,356
Total Financial liabilities measured at amortised Cost	<u>43,371</u>	<u>29,612</u>	<u>29,612</u>

21. Events After Balance Date

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

22. Comparatives

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

23. New Service Provider

Sacred Heart School (Dunedin) changed financial service provider in 2023 and, due to this change, some prior year figures may not be directly comparable.