

MEADOWBANK SCHOOL

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

Ministry Number: 1370

School Address: 68 Waiaatarua Road, Remuera, Auckland 1050

Postal Address: 68 Waiaatarua Road, Remuera, Auckland 1050

School Phone: 09 5203739

School Email: principal@meadowbank.school.nz



1d Lady Ruby Drive
East Tamaki, Auckland 2013
Ph: 09 265 0854

MEADOWBANK SCHOOL

Financial Statements - For the year ended 31 December 2017

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Meadowbank School Statement of Responsibility

For the year ended 31 December 2017

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

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

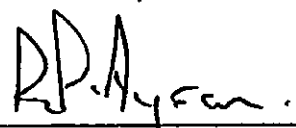
It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2017 fairly reflects the financial position and operations of the school.

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

DEREK PHILLIPS
Full Name of Board Chairperson

ROBERT PETER AYSON
Full Name of Principal

PP 
Signature of Board Chairperson


Signature of Principal

31 MAY 2018
Date:

31/5/18
Date:

Meadowbank School
Statement of Comprehensive Revenue and Expense
For the year ended 31 December 2017

	Notes	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Revenue				
Government Grants	2	6,430,663	5,971,215	5,961,900
Locally Raised Funds	3	1,032,529	1,138,375	1,090,714
Interest Earned		27,379	28,000	37,027
International Students	4	91,265	70,000	62,250
		<u>7,581,836</u>	<u>7,207,590</u>	<u>7,151,891</u>
Expenses				
Locally Raised Funds	3	430,823	522,866	429,878
International Students	4	2,995	2,520	1,521
Learning Resources	5	4,088,634	4,089,432	3,903,743
Administration	6	286,271	278,984	308,101
Finance Costs		6,188	-	4,237
Property	7	2,303,426	2,018,685	2,024,350
Depreciation	8	207,172	214,000	180,220
Loss on Disposal of Property, Plant and Equipment		8,213	-	63
		<u>7,333,722</u>	<u>7,126,487</u>	<u>6,852,113</u>
Net Surplus / (Deficit)		248,114	81,103	299,778
Other Comprehensive Revenue and Expenses		-	-	-
Total Comprehensive Revenue and Expense for the Year		<u>248,114</u>	<u>81,103</u>	<u>299,778</u>

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



Meadowbank School
Statement of Changes in Net Assets/Equity
For the year ended 31 December 2017

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Balance at 1 January	<u>3,104,939</u>	<u>3,104,939</u>	<u>2,805,161</u>
Total comprehensive revenue and expense for the year	248,114	81,103	299,778
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment Grant	-	-	-
Equity at 31 December	<u>3,353,053</u>	<u>3,186,042</u>	<u>3,104,939</u>
Retained Earnings	<u>3,353,053</u>	<u>3,186,042</u>	<u>3,104,939</u>
Equity at 31 December	<u>3,353,053</u>	<u>3,186,042</u>	<u>3,104,939</u>

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

Meadowbank School
Statement of Financial Position
As at 31 December 2017

	Notes	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Current Assets				
Cash and Cash Equivalents	9	948,132	237,773	1,290,110
Accounts Receivable	10	217,067	168,754	168,754
GST Receivable		48,415	16,778	16,778
Funds due for Capital Works Projects	18	93,506	-	-
Prepayments		22,874	9,839	9,839
Inventories	11	5,506	7,482	7,482
Investments	12	208,375	873,346	202,005
		<u>1,543,875</u>	<u>1,313,972</u>	<u>1,694,968</u>
Current Liabilities				
Accounts Payable	14	324,067	251,340	255,475
Revenue Received in Advance	15	31,048	-	36,575
Provision for Cyclical Maintenance	16	35,778	9,000	74,397
Finance Lease Liability - Current Portion	17	36,844	23,752	21,411
Funds held for Capital Works Projects	18	8,014	-	8,014
Funds held on behalf of ALLIS Cluster	19	24,487	-	5,833
		<u>460,238</u>	<u>284,092</u>	<u>401,705</u>
Working Capital Surplus/(Deficit)		1,083,637	1,029,880	1,293,263
Non-current Assets				
Property, Plant and Equipment	13	2,330,909	2,219,483	1,882,659
		<u>2,330,909</u>	<u>2,219,483</u>	<u>1,882,659</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	16	35,109	59,019	42,929
Finance Lease Liability	17	26,384	4,302	28,054
		<u>61,493</u>	<u>63,321</u>	<u>70,983</u>
Net Assets		<u>3,353,053</u>	<u>3,186,042</u>	<u>3,104,939</u>
Equity		<u>3,353,053</u>	<u>3,186,042</u>	<u>3,104,939</u>

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



Meadowbank School
Statement of Cash Flows
For the year ended 31 December 2017

	Notes	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Cash flows from Operating Activities				
Government Grants		1,148,943	1,121,458	1,080,962
Locally Raised Funds		1,037,677	1,144,650	1,081,675
International Students		83,765	70,000	57,250
Goods and Services Tax (net)		(31,637)	(986)	(985)
Payments to Employees		(893,438)	(790,614)	(739,908)
Payments to Suppliers		(961,832)	(1,275,091)	(1,066,243)
Interest Paid		(6,188)	-	(4,237)
Interest Received		11,826	23,913	37,338
Net cash from / (to) the Operating Activities		389,116	293,330	445,852
Cash flows from Investing Activities				
Purchase of PPE (and Intangibles)		(622,353)	(582,588)	(136,467)
Purchase of Investments		(6,370)	(63,512)	-
Proceeds from Sale of Investments		-	-	7,830
Net cash from / (to) the Investing Activities		(628,723)	(646,100)	(128,637)
Cash flows from Financing Activities				
Furniture and Equipment Grant		-	-	-
Finance Lease Payments		(27,519)	28,054	(17,739)
Funds Administered on Behalf of Third Parties		(74,852)	-	34,410
Net cash from Financing Activities		(102,371)	28,054	16,671
Net increase/(decrease) in cash and cash equivalents		(341,978)	(324,716)	333,886
Cash and cash equivalents at the beginning of the year	9	1,290,110	562,489	956,224
Cash and cash equivalents at the end of the year	9	948,132	237,773	1,290,110

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

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



Meadowbank School

Notes to the Financial Statements

1 Statement of Accounting Policies

For the year ended 31 December 2017

a) Reporting Entity

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

b) Basis of Preparation

Reporting Period

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

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

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

Measurement Base

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

Presentation Currency

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

Specific Accounting Policies

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

Critical Accounting Estimates And Assumptions

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

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

Useful lives of property, plant and equipment

The School reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment as disclosed in the Significant Accounting Policies are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 13.

Critical Judgements in applying accounting policies

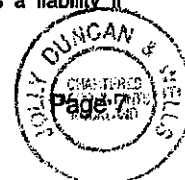
Management has exercised the following critical judgements in applying accounting policies:

Classification of leases

The School reviews the details of lease agreements at the end of each reporting date. The School believes the classification of each lease as either operation or finance is appropriate and reflects the nature of the agreement in place. Finance leases are disclosed at note 17.

Recognition of grants

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



c) Revenue Recognition

Government Grants

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

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

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

Use of land and buildings grants are recorded as revenue in the period the School uses the land and buildings. These are not received in cash by the School as they equate to the deemed expense for using the land and buildings which are owned by the Crown.

Other Grants

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

Donations, Gifts and Bequests

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

Interest Revenue

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

d) Use of Land and Buildings Expense

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of 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 expense that is offset by a non-cash grant from the Ministry.

e) 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.

f) 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.

g) 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.

h) Accounts Receivable

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

i) Inventories

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

j) Investments

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

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

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

k) Property, Plant and Equipment

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

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

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

Property, plant and equipment acquired with individual values under \$1,000 are not capitalised, they are recognised as an expense in the Statement of Comprehensive Revenue and Expense.

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

Leased Assets

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

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 – Crown	40 years
Furniture and equipment	10 years
Information and communication technology	5 years
Leased assets held under a Finance Lease	3 years
Library resources	12.5% Diminishing value

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

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

Non cash generating assets

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

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

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

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

m) 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.

n) Employee Entitlements

Short-term employee entitlements

Employee benefits that are due to be settled within 12 months after the end of the period in which the employee renders the related service are measured based on accrued entitlements at current rates of pay.

Long-term employee entitlements

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

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

o) Revenue Received in Advance

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

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

p) Provision for Cyclical Maintenance

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

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

q) Financial Assets and Liabilities

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

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

r) 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.

s) Budget Figures

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

t) 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

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Operational grants	959,255	956,956	957,621
Teachers' salaries grants	3,224,510	3,157,993	3,157,993
Use of Land and Buildings grants	2,053,604	1,691,764	1,691,764
Other MoE Grants	193,294	164,502	154,522
	6,430,663	5,971,215	5,961,900

3 Locally Raised Funds

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

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Revenue			
Donations	292,407	296,000	286,830
Fundraising	109,281	137,500	155,970
Other revenue	34,585	53,053	49,005
Trading	425,661	477,002	424,895
Activities	170,595	174,820	174,014
	1,032,529	1,138,375	1,090,714
Expenses			
Activities	184,946	198,420	172,481
Trading	203,007	281,446	211,241
Fundraising (costs of raising funds)	42,802	43,000	44,290
Other Locally Raised Funds Expenditure	68	-	1,866
	430,823	522,866	429,878
<i>Surplus for the year Locally raised funds</i>	601,706	615,509	660,836

4 International Student Revenue and Expenses

	2017 Actual Number	2017 Budget (Unaudited) Number	2016 Actual Number
International Student Roll	13	10	10
Revenue			
International student fees	91,265	70,000	62,250
Expenses			
International student levy	2,995	2,520	1,521
	2,995	2,520	1,521
<i>Surplus for the year International Students</i>	88,270	67,480	60,729

5 Learning Resources

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Curricular	65,598	126,319	58,357
Equipment repairs	37,976	50,500	45,773
Information and communication technology	27,177	73,860	45,527
Extra-curricular activities	16,284	25,000	12,907
Library resources	1,601	1,700	3,104
Employee benefits - salaries	3,865,280	3,702,593	3,653,096
Staff development	74,718	109,480	84,979
	<u>4,088,634</u>	<u>4,089,432</u>	<u>3,903,743</u>

6 Administration

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Audit Fee	5,089	5,163	5,043
Board of Trustees Fees	5,390	6,000	5,830
Board of Trustees Expenses	5,437	5,740	10,197
Communication	2,874	6,100	4,472
Consumables	25,771	28,080	28,115
Other	31,639	41,630	40,402
Employee Benefits - Salaries	184,811	164,589	185,916
Insurance	11,423	7,432	14,289
Service Providers, Contractors and Consultancy	13,837	14,250	13,837
	<u>286,271</u>	<u>278,984</u>	<u>308,101</u>

7 Property

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Caretaking and Cleaning Consumables	10,555	14,600	11,533
Consultancy and Contract Services	76,091	76,181	74,342
Cyclical Maintenance Provision	(19,504)	25,080	11,082
Grounds	3,327	4,250	4,576
Heat, Light and Water	43,841	60,000	59,495
Repairs and Maintenance	76,048	68,000	89,616
Use of Land and Buildings - Non Integrated	2,053,804	1,691,764	1,691,764
Employee Benefits - Salaries	59,464	78,800	61,942
	<u>2,303,426</u>	<u>2,018,685</u>	<u>2,024,350</u>

The use of land and buildings figure represents 8% of the school's total property value. This is used as a 'proxy' for the market rental of the property. Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

8 Depreciation of Property, Plant and Equipment

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Building Improvements - Crown	46,519	54,794	46,145
Furniture and Equipment	84,255	63,656	53,608
Information and Communication Technology	39,574	65,247	54,948
Leased Assets	28,604	20,175	16,990
Library Resources	8,220	10,128	8,529
	<u>207,172</u>	<u>214,000</u>	<u>180,220</u>

9 Cash and Cash Equivalents

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Bank Current Account	414,148	237,773	357,304
Bank Call Account	533,984	-	61,465
Short-term Bank Deposits	-	-	871,341
Net cash and cash equivalents and bank overdraft for Cash Flow Statement	<u>948,132</u>	<u>237,773</u>	<u>1,290,110</u>

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

10 Accounts Receivable

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Receivables	692	-	4,396
Interest Receivable	19,595	8,438	4,042
Teacher Salaries Grant Receivable	196,780	160,316	160,316
	<u>217,067</u>	<u>168,754</u>	<u>168,754</u>
Receivables from Exchange Transactions	20,287	8,438	8,438
Receivables from Non-Exchange Transactions	196,780	160,316	160,316
	<u>217,067</u>	<u>168,754</u>	<u>168,754</u>

11 Inventories

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Stationery	5,506	7,482	7,482
	<u>5,506</u>	<u>7,482</u>	<u>7,482</u>

12 Investments

The School's investment activities are classified as follows:

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Current Asset			
Short-term Bank Deposits	208,375	873,346	202,005
Non-current Asset			
Long-term Bank Deposits	-	-	-

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

13 Property, Plant and Equipment

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2017						
Building Improvements	1,358,047	139,774	-	-	(46,519)	1,451,302
Furniture and Equipment	317,472	455,746	(1,585)	-	(84,255)	687,378
Information and Communication Technology	97,229	25,943	(11,801)	-	(39,574)	71,797
Leased Assets	50,214	41,282	-	-	(28,604)	62,892
Library Resources	59,697	6,299	(236)	-	(8,220)	57,540
Balance at 31 December 2017	1,882,659	669,044	(13,622)	-	(207,172)	2,330,909

	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
2017			
Building Improvements	1,993,021	(541,719)	1,451,302
Furniture and Equipment	1,292,275	(604,897)	687,378
Information and Communication Technology	699,203	(627,406)	71,797
Leased Assets	108,486	(45,594)	62,892
Library Resources	199,820	(142,280)	57,540
Balance at 31 December 2017	4,292,805	(1,961,896)	2,330,909

The following note can be used:

The net carrying value of equipment held under a finance lease is \$50,214

	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
2016						
Building Improvements	1,404,192	-	-	-	(46,145)	1,358,047
Furniture and Equipment	254,571	116,509	-	-	(53,608)	317,472
Information and Communication Technology	138,311	13,929	(63)	-	(54,948)	97,229
Leased Assets	-	67,204	-	-	(16,990)	50,214
Library Resources	62,197	7,734	(1,705)	-	(8,529)	59,697
Balance at 31 December 2016	1,859,271	206,376	(1,768)	-	(180,220)	1,882,659

	Cost or Valuation \$	Accumulated Depreciation \$	Net Book Value \$
2016			
Building Improvements	1,853,247	(495,200)	1,358,047
Furniture and Equipment	857,938	(540,466)	317,472
Information and Communication Technology	721,051	(623,822)	97,229
Leased Assets	67,204	(16,990)	50,214
Library Resources	194,292	(134,595)	59,697
Balance at 31 December 2016	3,693,732	(1,811,073)	1,882,659

14 Accounts Payable

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Operating creditors	86,114	68,092	41,534
Accruals	5,089	-	5,013
Banking staffing overuse	-	-	4,135
Employee Entitlements - salaries	220,927	183,248	181,861
Employee Entitlements - leave accrual	11,937	-	22,932
	<u>324,067</u>	<u>251,340</u>	<u>255,475</u>
 Payables for Exchange Transactions	 324,067	 251,340	 255,475
	<u>324,067</u>	<u>251,340</u>	<u>255,475</u>

The carrying value of payables approximates their fair value.

15 Revenue Received in Advance

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Grants in Advance - Ministry of Education	529	-	-
International Student Fees	12,500	-	20,000
Other	18,019	-	16,575
	<u>31,048</u>	<u>-</u>	<u>36,575</u>

16 Provision for Cyclical Maintenance

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Provision at the Start of the Year	117,326	117,326	108,244
Decrease to the Provision During the Year	(19,504)	25,090	11,082
Use of the Provision During the Year	(26,935)	(74,397)	-
Provision at the End of the Year	<u>70,887</u>	<u>68,019</u>	<u>117,326</u>
 Cyclical Maintenance - Current	 35,778	 9,000	 74,397
Cyclical Maintenance - Term	35,109	59,019	42,929
	<u>70,887</u>	<u>68,019</u>	<u>117,326</u>

17 Finance Lease Liability

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

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
No Later than One Year	36,844	23,752	21,411
Later than One Year and no Later than Five Years	26,384	4,302	28,054
	<u>63,228</u>	<u>28,054</u>	<u>49,465</u>

18 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:

2017	Opening Balances	Receipts from MoE	Payments	BOT Contribution/ (Write-off to R&M)	Closing Balances
	\$	\$	\$	\$	\$
MOE Property - New Classrooms <i>in progress</i>	8,014	-	-	-	8,014
MOE Bridge & Path Repairs <i>in progress</i>	-	-	(9,712)	-	(9,712)
MOE R5 Leak & Waterproof <i>in progress</i>	-	-	(72,901)	-	(72,901)
MOE R2-3 ILE <i>in progress</i>	-	-	(4,030)	-	(4,030)
MOE R3-4 ILE <i>in progress</i>	-	-	(6,863)	-	(6,863)
Totals	8,014	-	(93,506)	-	(85,492)

Represented by:

Funds Held on Behalf of the Ministry of Education	8,014
Funds Due from the Ministry of Education	(93,506)
Totals	(85,492)

2016	Opening Balances	Receipts from MoE	Payments	BOT Contribution/ (Write-off to R&M)	Closing Balances
	\$	\$	\$	\$	\$
MOE Deck & Veranda <i>completed</i>	2,503	-	(2,079)	424	-
MOE Admin Upgrade <i>completed</i>	(1,995)	-	-	(1,995)	-
MOE Dental Clinic <i>completed</i>	(21,071)	-	-	(21,071)	-
MOE Property - New Classrooms <i>in progress</i>	-	8,014	-	-	8,014
Totals	(20,563)	8,014	(2,079)	(22,642)	8,014

19 Funds Held on Behalf of ALLIS Cluster

Meadowbank School is the lead school and holds funds on behalf of the Epsom and Remuera ALLIS cluster, a group of schools funded by the Ministry of Education to promote Asian languages learning in schools.

	2017 Actual	2017 Budget (Unaudited)	2016 Actual
	\$	\$	\$
Funds Held at Beginning of the Year	5,833	-	-
Funds Received from MoE	182,412	-	217,382
Funds Spent on Behalf of the Cluster	-	-	-
ALLIS Distribution of Funds			
Cornwall Park School	11,188	-	17,156
Epsom Girls Grammar	26,710	-	27,378
Meadowbank School	59,431	-	24,800
Newmarket Primary School	11,398	-	21,982
Parnell School	9,868	-	18,171
Remuera Intermediate School	13,751	-	17,721
Remuera Primary School	14,506	-	19,383
Victoria Avenue School	16,906	-	22,394
Funds Held at Year End	24,487	-	5,833

20 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.

21 Remuneration

Key management personnel compensation

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

	2017 Actual \$	2016 Actual \$
<i>Board Members</i>		
Remuneration	5,390	5,830
Full-time equivalent members	0.20	0.17
<i>Leadership Team</i>		
Remuneration	449,624	429,480
Full-time equivalent members	4.00	4.00
Total key management personnel remuneration	455,014	435,310
Total full-time equivalent personnel	4.20	4.17

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

Principal

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

	2017 Actual \$000	2016 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	160 - 170	150 - 160
Benefits and Other Emoluments	0	0 - 10

Other Employees

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

Remuneration \$000	2017 FTE Number	2016 FTE Number
100 - 110	1.00	1.00
	1.00	1.00

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

22 Compensation and Other Benefits Upon Leaving

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

	2017 Actual \$	2016 Actual \$
Total	\$0	\$0
Number of People	0	0

23 Contingencies

There are no contingent liabilities and no contingent assets as at 31 December 2017 (Contingent liabilities and assets at 31 December 2016: nil).



24 Commitments

(a) Capital Commitments

As at 31 December 2017 the Board has no Capital Commitments

(Capital commitments at 31 December 2016: Contract for All-weather canopy \$224,750)

(b) Operating Commitments

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

(a) Seven operating leases with Telecom Rentals Limited for teacher's laptops via TELA scheme

(b) One operating lease with De Lage Landen for three photocopiers

	2017 Actual \$	2016 Actual \$
No later than One Year	8,617	10,799
Later than One Year and No Later than Five Years	1,380	9,997
	<u>9,997</u>	<u>20,796</u>

25 Managing Capital

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

26 Financial Instruments

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

Loans and receivables

	2017 Actual \$	2017 Budget (Unaudited) \$	2016 Actual \$
Cash and Cash Equivalents	948,132	237,773	1,290,110
Receivables	217,067	168,754	168,754
Investments - Term Deposits	208,375	873,346	202,005
Total Loans and Receivables	<u>1,373,574</u>	<u>1,279,873</u>	<u>1,660,869</u>

Financial liabilities measured at amortised cost

Payables	324,067	251,340	255,475
Finance Leases	63,228	28,054	49,465
Total Financial Liabilities Measured at Amortised Cost	<u>387,295</u>	<u>279,394</u>	<u>304,940</u>

27 Events After Balance Date

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

28 Prior Year Comparatives

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

Meadowbank School
Members of the Board of Trustees
For the year ended 31 December 2017

Name	Position	How position on Board gained	Term expires
Anna Thorburn	Chairperson	Elected May 2016	May 2019
Rachel Murdoch	Deputy Chairperson	Re-elected May 2016	May 2019
Tim Travis	Parent Representative	Re-elected May 2016	May 2019
Sarah Valentine	Parent Representative	Elected May 2016	May 2019
David Fehl	Parent Representative	Elected May 2016	May 2019
Derek Phillips	Parent Representative	Elected May 2016	May 2019
Bronwyn Steptoe	Staff Representative	Elected January 2016	May 2019
Peter Ayson	Principal	Appointed	