



Lincoln High School

Te Kura Tuarua o Waihora

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

School Directory

Ministry Number:	347
Principal:	Kathy Paterson
School Address:	25 Boundary Road, Lincoln, Canterbury 7608
School Postal Address:	PO Box 69138, Lincoln 7640
School Phone:	03 325 2121
School Email:	office@lincoln.school.nz

Lincoln High School

Statement of Responsibility

For the year ended 31 December 2022

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 2022 fairly reflects the financial position and operations of the School.

The School's 2022 financial statements are authorised for issue by the Board.

Nicky Hiku

Full Name of Presiding Member

Kathy Paterson

Full Name of Principal

Signature of Presiding Member

Signature of Principal

29.5.23

Date

29 May 2023

Date:

Lincoln High School

Members of the Board

For the year ended 31 December 2022

Name	Position	How Position Gained	Term Expired/ Expires
Nicky Hiku	Presiding Member	Elected	2025
Kathy Paterson	Principal	ex Officio	
Barry Donaldson	Parent Representative	Elected	2025
Andrew Marshall	Parent Representative	Elected Co-opted	Sep 2022 Dec 2023
Brad Macdonald	Parent Representative	Elected	2025
Steve Rosling	Parent Representative	Elected	2025
Adam Gard'ner	Parent Representative	Elected	2025
Troy Landrebe	Parent Representative	Elected	Sep 2022
Ben Olijkan	Parent Representative	Elected Co-opted	Sep 2022 Dec 2023
Adrian Paterson	Presiding Member	Elected	Sep 2022
Shantal Jones	Staff Representative	Elected	2025
Maria Connolly	Staff Representative	Elected	Jun 2022
Bobbie Hira	Student Representative	Elected	Sep 2022
Sonya Li-McHenry	Student Representative	Elected	Sep 2023

Lincoln High School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2022

		2022	2022	2021
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Revenue				
Government Grants	2	13,542,102	14,319,393	13,168,502
Locally Raised Funds	3	1,192,550	1,349,518	1,291,072
Interest Income		65,619	45,000	33,472
Gain on Sale of Property, Plant and Equipment		-	-	795
		14,800,271	15,713,911	14,493,841
Expenses				
Locally Raised Funds	3	720,432	815,960	793,474
Learning Resources	4	10,983,649	11,003,576	10,708,401
Administration	5	551,452	541,162	546,185
Finance		12,326	-	16,696
Property	6	2,530,577	3,870,591	2,493,870
Loss on Disposal of Property, Plant and Equipment		4,522	-	-
		14,802,958	16,231,289	14,558,626
Net (Deficit) for the year		(2,687)	(517,378)	(64,785)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		(2,687)	(517,378)	(64,785)

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

Lincoln High School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Equity at 1 January		4,612,890	4,612,890	4,768,897
Total comprehensive revenue and expense for the year		(2,687)	(517,378)	(64,785)
Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		122,106	-	-
Contribution - Te Mana Tuhono		-	-	120,746
Contribution from School to Equity		(944)	-	(211,968)
Equity at 31 December		4,731,365	4,095,512	4,612,890
Accumulated comprehensive revenue and expense		4,731,365	4,095,512	4,612,890
Equity at 31 December		4,731,365	4,095,512	4,612,890

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.

Lincoln High School

Statement of Financial Position

As at 31 December 2022

		2022	2022	2021
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Current Assets				
Cash and Cash Equivalents	7	1,664,593	597,195	925,487
Accounts Receivable	8	800,239	739,066	739,066
GST Receivable		27,287	42,414	42,414
Prepayments		46,714	48,713	48,713
Inventories	9	47,896	99,049	99,049
Investments	10	1,950,000	2,703,613	2,703,613
Funds Receivable for Capital Works Projects	17	8,766	86,559	86,559
		<u>4,545,495</u>	<u>4,316,609</u>	<u>4,644,901</u>
Current Liabilities				
Accounts Payable	12	976,834	1,020,095	1,020,095
Revenue Received in Advance	13	278,059	216,664	216,664
Provision for Cyclical Maintenance	14	63,055	68,184	27,273
Finance Lease Liability	15	76,086	69,604	69,604
Funds held in Trust	16	226,535	233,604	233,604
Funds held for Capital Works Projects	17	30,251	74,360	74,360
Funds Held on Behalf of the ECE Nga Matapuna o Nga Pakihi	18	11,097	11,844	11,844
Funds Held on Behalf of the Nga Matapuna o Nga Pakihi Kahui	19	9,172	13,431	13,431
Funds Held on Behalf of the COL Nga Matapuna o Nga Pakihi	20	29,807	29,874	29,874
Funds Held on Behalf of the Selwyn School 1st XV rugby	21	41,901	8,732	8,732
		<u>1,742,797</u>	<u>1,746,392</u>	<u>1,705,481</u>
Working Capital Surplus/(Deficit)		2,802,698	2,570,217	2,939,420
Non-current Assets				
Investments	10	324,383	21,306	21,306
Property, Plant and Equipment	11	1,930,756	1,893,908	2,015,960
		<u>2,255,139</u>	<u>1,915,214</u>	<u>2,037,266</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	14	250,932	284,419	258,296
Finance Lease Liability	15	75,540	105,500	105,500
		<u>326,472</u>	<u>389,919</u>	<u>363,796</u>
Net Assets		<u>4,731,365</u>	<u>4,095,512</u>	<u>4,612,890</u>
Equity		<u>4,731,365</u>	<u>4,095,512</u>	<u>4,612,890</u>

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

Lincoln High School

Statement of Cash Flows

For the year ended 31 December 2022

		2022	2022	2021
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Cash flows from Operating Activities				
Government Grants		3,064,771	2,832,035	2,849,233
Locally Raised Funds		968,459	1,200,650	1,075,655
International Students		281,174	148,868	86,359
Goods and Services Tax (net)		15,127	-	(23,549)
Payments to Employees		(1,970,604)	(1,777,106)	(1,924,467)
Payments to Suppliers		(2,069,167)	(2,582,315)	(2,193,613)
Interest Received		59,520	45,000	34,385
Net cash from/(to) Operating Activities		349,280	(132,868)	(95,997)
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		-	-	795
Purchase of Property Plant & Equipment (and Intangibles)		(180,831)	(195,424)	(129,036)
Proceeds from Sale of Investments		450,536	-	796,387
Net cash from/(to) Investing Activities		269,705	(195,424)	668,146
Cash flows from Financing Activities				
Furniture and Equipment Grant		122,106	-	-
Distribution of Equity		(944)	-	-
Finance Lease Payments		(55,752)	-	(87,151)
Funds Administered on Behalf of Third Parties		54,711	-	(141,578)
Net cash from/(to) Financing Activities		120,121	-	(228,729)
Net increase/(decrease) in cash and cash equivalents		739,106	(328,292)	343,420
Cash and cash equivalents at the beginning of the year	7	925,487	925,487	582,067
Cash and cash equivalents at the end of the year	7	1,664,593	597,195	925,487

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

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

Lincoln High School

Notes to the Financial Statements

For the year ended 31 December 2022

1. Statement of Accounting Policies

1.1. Reporting Entity

Lincoln High 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 2022 to 31 December 2022 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 26b.

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. Inventories

Inventories are consumable items held for sale and comprised of 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.

1.9. 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.

1.10. 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 Statement of Comprehensive Revenue and Expense 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	10-20 years
Furniture and equipment	5-10 years
Information and communication technology	3-5 years
Motor vehicles	5 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

1.11. 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 Statement of Comprehensive Revenue and Expense.

The reversal of an impairment loss is recognised in the Statement of Comprehensive Revenue and Expense. 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.

1.12. 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.

1.13. 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 Statement of Comprehensive Revenue and Expense in the period in which they arise.

1.14. 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 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.

1.15. 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.

1.16. 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.

1.17. 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. In instances where the school is determined to be the principal for providing the service related to the Shared Funds (such as the Resource Teachers of Learning & Behaviour programme), all income and expenditure related to the provision of the service is 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.

1.18. 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.

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.

1.19. 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.

Investments that are shares are categorised as financial assets at fair value through other comprehensive revenue and expense in accordance with financial reporting standards. On initial recognition of an equity investment that is not held for trading, the School may irrevocably elect to present subsequent changes in the investments' fair value in other comprehensive revenue and expense. This election has been made for investments that are shares. Subsequent to initial recognition, these assets are measured at fair value. Dividends are recognised as income in the Statement of Comprehensive Revenue and Expense unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in other comprehensive revenue and expense and are never reclassified to the Statement of Comprehensive Revenue and Expense.

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

1.20. Borrowings

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

1.21. 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.

1.22. Budget Figures

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

1.23. 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

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Government Grants - Ministry of Education	3,208,570	2,809,007	2,935,031
Teachers' Salaries Grants	8,549,041	8,553,958	8,423,982
Use of Land and Buildings Grants	1,729,554	2,905,274	1,768,801
Other Government Grants	54,937	51,154	40,688
	13,542,102	14,319,393	13,168,502

3. Locally Raised Funds

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

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Revenue			
Donations & Bequests	217,112	279,426	236,771
Curriculum related Activities - Purchase of goods and services	60,805	103,106	82,694
Fees for Extra Curricular Activities	402,528	517,618	379,730
Trading	251,788	285,000	295,016
Fundraising & Community Grants	14,206	2,000	56,687
Other Revenue	17,445	13,500	22,301
International Student Fees	228,666	148,868	217,873
	1,192,550	1,349,518	1,291,072
Expenses			
Extra Curricular Activities Costs	383,558	494,190	345,240
Trading	229,474	256,450	240,897
Fundraising & Community Grant Costs	3,549	-	33,796
International Student - Employee Benefit - Salaries	77,729	24,400	134,398
International Student - Other Expenses	26,122	40,920	39,143
	720,432	815,960	793,474
Surplus / (Deficit) for the year Locally raised funds	472,118	533,558	497,598

During the year the School hosted 11 International students (2021:14)

4. Learning Resources

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Curricular	406,445	577,033	388,813
Equipment Repairs	677	3,868	429
Information and Communication Technology	232,152	239,224	209,415
Library Resources	5,442	5,850	5,168
Employee Benefits - Salaries	10,008,721	9,812,190	9,784,523
Depreciation	319,901	342,411	303,221
Staff Development	10,311	23,000	16,832
	10,983,649	11,003,576	10,708,401

5. Administration

	2022	2022	2021
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Audit Fee	11,469	10,979	10,979
Board Fees	3,635	3,850	3,575
Board Expenses	15,793	6,279	4,015
Communication	7,903	13,300	10,419
Consumables	8,133	9,500	6,455
Operating Lease	1,507	1,500	1,491
Legal Fees	650	2,200	1,062
Other	62,006	104,954	87,859
Employee Benefits - Salaries	389,738	333,100	363,246
Insurance	43,442	47,500	50,286
Service Providers, Contractors and Consultancy	7,176	8,000	6,798
	551,452	541,182	546,185

6. Property

	2022	2022	2021
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Caretaking and Cleaning Consumables	38,281	46,700	43,739
Consultancy and Contract Services	222,805	220,000	214,783
Cyclical Maintenance Provision	28,418	67,034	(86,456)
Grounds	42,090	38,200	35,946
Heat, Light and Water	213,139	219,500	223,333
Rates	9,789	9,783	9,406
Repairs and Maintenance	95,491	171,100	108,479
Use of Land and Buildings	1,729,554	2,905,274	1,768,801
Security	2,525	3,500	2,497
Employee Benefits - Salaries	148,485	189,500	173,342
	<u>2,530,577</u>	<u>3,870,591</u>	<u>2,493,870</u>

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

7. Cash and Cash Equivalents

	2022	2022	2021
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Bank Accounts	1,664,593	597,195	925,487
Cash and Cash Equivalents for Statement of Cash Flows	<u>1,664,593</u>	<u>597,195</u>	<u>925,487</u>

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

Of the \$1,664,593 Cash and Cash Equivalents, \$30,251 is held by the School on behalf of the Ministry of Education. These funds have been provided for the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2023 on Crown owned school buildings. See note 17.

Of the \$1,664,593 Cash and Cash Equivalents, \$11,097 is held by the School on behalf of the ECE Kahui Ako cluster. See note 18 for details of how the funding received for the cluster has been spent in the year.

Of the \$1,664,593 Cash and Cash Equivalents, \$9,172 is held by the School on behalf of the Lincoln Schools cluster. See note 19 for details of how the funding received for the cluster has been spent in the year.

Of the \$1,664,593 Cash and Cash Equivalents, \$41,901 is held by the School on behalf of the Selwyn School 1st XV Rugby cluster. See note 21 for details of how the funding received for the cluster has been spent in the year.

Of the \$1,664,593 Cash and Cash Equivalents, \$29,807 is held by the School on behalf of the COL cluster. See note 20 for details of how the funding received for the cluster has been spent in the year.

8. Accounts Receivable

	2022	2022	2021
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Receivables	13,139	8,827	8,827
Receivables from the Ministry of Education	6,019	8,120	8,120
Interest Receivable	10,369	4,270	4,270
Banking Staffing Underuse	15,627	-	-
Teacher Salaries Grant Receivable	<u>755,085</u>	<u>717,849</u>	<u>717,849</u>
	<u>800,239</u>	<u>739,066</u>	<u>739,066</u>
Receivables from Exchange Transactions	23,508	13,097	13,097
Receivables from Non-Exchange Transactions	<u>776,731</u>	<u>725,969</u>	<u>725,969</u>
	<u>800,239</u>	<u>739,066</u>	<u>739,066</u>

9. Inventories

	2022	2022 Budget (Unaudited)	2021
	Actual \$	\$	Actual \$
School Uniforms	47,896	99,049	99,049
	<u>47,896</u>	<u>99,049</u>	<u>99,049</u>

10. Investments

The School's investment activities are classified as follows:

	2022	2022 Budget (Unaudited)	2021
	Actual \$	\$	Actual \$
Current Asset			
Short-term Bank Deposits	1,950,000	2,703,613	2,703,613
Non-current Asset			
Long-term Bank Deposits	324,383	21,306	21,306
Total Investments	<u>2,274,383</u>	<u>2,724,919</u>	<u>2,724,919</u>

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2022	\$	\$	\$	\$	\$	\$
Building Improvements	1,099,063	2,974	-	-	(51,055)	1,050,982
Furniture and Equipment	334,401	57,550	-	-	(58,824)	333,127
Information and Communication Technology	274,069	114,870	(367)	-	(106,085)	282,487
Motor Vehicles	87,461	-	-	-	(15,612)	71,849
Leased Assets	173,948	58,388	-	-	(82,287)	150,049
Library Resources	47,018	5,437	(4,155)	-	(6,038)	42,262
Balance at 31 December 2022	<u>2,015,960</u>	<u>239,219</u>	<u>(4,522)</u>	<u>-</u>	<u>(319,901)</u>	<u>1,930,756</u>

The net carrying value of equipment held under a finance lease is \$150,049 (2021: \$173,948)

Restrictions

With the exception of the contractual restrictions relating to the above noted finance leases, 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.

	2022 Cost or Valuation	2022 Accumulated Depreciation	2022 Net Book Value	2021 Cost or Valuation	2021 Accumulated Depreciation	2021 Net Book Value
	\$	\$	\$	\$	\$	\$
Building Improvements	1,404,495	(353,513)	1,050,982	1,401,521	(302,458)	1,099,063
Furniture and Equipment	1,255,585	(922,458)	333,127	1,198,035	(863,634)	334,401
Information and Communication Technology	868,965	(586,478)	282,487	960,599	(686,530)	274,069
Motor Vehicles	194,050	(122,201)	71,849	194,050	(106,589)	87,461
Leased Assets	281,747	(131,698)	150,049	434,724	(260,776)	173,948
Library Resources	199,395	(157,133)	42,262	212,759	(165,741)	47,018
Balance at 31 December	<u>4,204,237</u>	<u>(2,273,481)</u>	<u>1,930,756</u>	<u>4,401,688</u>	<u>(2,385,728)</u>	<u>2,015,960</u>

12. Accounts Payable

	2022	2022 Budget (Unaudited)	2021
	Actual \$	\$	Actual \$
Creditors	90,469	112,234	112,234
Accruals	29,556	50,956	50,956
Banking Staffing Overuse	-	28,126	28,126
Employee Entitlements - Salaries	801,122	767,115	767,115
Employee Entitlements - Leave Accrual	55,687	61,664	61,664
	<u>976,834</u>	<u>1,020,095</u>	<u>1,020,095</u>
Payables for Exchange Transactions	976,834	1,020,095	1,020,095
	<u>976,834</u>	<u>1,020,095</u>	<u>1,020,095</u>

The carrying value of payables approximates their fair value.

13. Revenue Received in Advance

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
International Student Fees in Advance	193,784	141,276	141,276
Other Revenue in Advance	84,275	75,388	75,388
	<u>278,059</u>	<u>216,664</u>	<u>216,664</u>

14. Provision for Cyclical Maintenance

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Provision at the Start of the Year	285,569	285,569	372,025
Increase to the Provision During the Year	59,672	67,034	-
Other Adjustments	(31,254)	-	(86,456)
Provision at the End of the Year	<u>313,987</u>	<u>352,603</u>	<u>285,569</u>
Cyclical Maintenance - Current	63,055	68,184	27,273
Cyclical Maintenance - non current	<u>250,932</u>	<u>284,419</u>	<u>258,296</u>
	<u>313,987</u>	<u>352,603</u>	<u>285,569</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:

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
No Later than One Year	83,726	80,456	80,456
Later than One Year and no Later than Five Years	79,022	113,801	113,801
Future Finance Charges	(11,122)	(19,153)	(19,153)
	<u>151,626</u>	<u>175,104</u>	<u>175,104</u>
Represented by:			
Finance lease liability - Current	76,086	69,604	69,604
Finance Lease Liability - Non current	<u>75,540</u>	<u>105,500</u>	<u>105,500</u>
	<u>151,626</u>	<u>175,104</u>	<u>175,104</u>

16. Funds Held in Trust

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Funds Held in Trust on Behalf of Third Parties - Current	226,535	233,604	233,604
	<u>226,535</u>	<u>233,604</u>	<u>233,604</u>

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

17. Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects. The amount of cash held on behalf of the Ministry for capital works project is included under cash and cash equivalents in note 7.

2022	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
MOE 5YA Gym 1 Wall Repairs	(69,414)	68,953	461	-	-
MOE - SIP E Block	30,578	62,894	(93,472)	-	-
MOE - SIP Outdoor Education Shed	(5,715)	4,866	(95)	944	-
MOE - Car Parking	(2,400)	-	2,400	-	-
MOE - SIP Gym LED Upgrade	2,700	-	(2,700)	-	-
MOE - J Block Divider	(3,180)	5,355	(2,175)	-	-
MOE - K Block Toilets	6,879	-	(6,879)	-	-
MOE - Ring Main Project	(5,850)	13,866	(8,016)	-	-
MOE - Field Irrigation	34,203	10,800	(45,003)	-	-
MOE - Pool Tank Membrane	-	29,842	(32,363)	-	(2,521)
MOE - Skylight Replacement	-	13,970	(13,971)	-	(1)
MOE - J Block Relocation	-	21,883	(28,127)	-	(6,244)
MOE - Gym Lighting & Heating	-	30,251	-	-	30,251
Totals	(12,199)	262,680	(229,940)	944	21,485

Represented by:

Funds Held on Behalf of the Ministry of Education
Funds Receivable from the Ministry of Education

30,251
(8,766)

2021	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
MOE 5YA Pool Fence and Surrounds	(3,407)	2,177	1,230	-	-
MOE 5YA Gym 1 Wall Repairs	(47,939)	1,157	(22,632)	-	(69,414)
MOE 5YA Pool Relining Project	(7,029)	7,029	-	-	-
MOE - SIP E Block	92,936	-	(62,358)	-	30,578
MOE - SIP Outdoor Education Shed	38,198	-	(43,913)	-	(5,715)
MOE - Car Parking	(2,400)	-	-	-	(2,400)
MOE 5YA T2 & T3 Upgrade	(4,697)	4,697	-	-	-
MOE A Block Heat Pumps	(7,635)	8,835	(1,200)	-	-
MOE - SIP Asphalt & Seating	(30)	1,230	(1,200)	-	-
MOE - SIP Gym LED Upgrade	(14,103)	16,803	-	-	2,700
MOE - J Block Divider	-	115,056	(118,236)	-	(3,180)
MOE - K Block Toilets	-	88,181	(81,302)	-	6,879
MOE - Ring Main Project	-	-	(5,850)	-	(5,850)
MOE - Field Irrigation	-	97,203	(63,000)	-	34,203
Totals	43,894	342,368	(398,461)	-	(12,199)

Represented by:

Funds Held on Behalf of the Ministry of Education
Funds Receivable from the Ministry of Education

74,360
(86,559)

18. Funds Held on Behalf of the ECE Nga Matapuna o Nga Pakihi Kahui Ako Cluster

Lincoln High School has been appointed by the Kahui Ako to hold and manage the funds on behalf of the Nga Matapuna o Nga Pakihi Kahui Ako, a group of schools funded by the Ministry of Education to share professional support.

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Funds Held at Beginning of the Year	11,844	11,844	13,087
Funds Spent on Behalf of the Cluster	(747)	-	(1,243)
Funds Held at Year End	11,097	11,844	11,844

19. Funds Held on Behalf of the Nga Matapuna o Nga Pakihi Kahui Ako Cluster

Lincoln High School has been appointed by the Kahui Ako to hold and manage the funds on behalf of the Nga Matapuna o Nga Pakihi Kahui Ako, a group of schools funded by the Ministry of Education to share professional support.

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Funds Held at Beginning of the Year	13,431	13,431	12,307
Funds Received from Ministry of Education	-	-	2,224
Funds Spent on Behalf of the Cluster	(4,259)	-	(1,100)
Funds Held at Year End	9,172	13,431	13,431

20. Funds Held on Behalf of the COL Nga Matapuna o Nga Pakihi Kahui Ako Cluster

Lincoln High School has been appointed by the Kahui Ako to hold and manage the funds on behalf of the Nga Matapuna o Nga Pakihi Kahui Ako, a group of schools funded by the Ministry of Education to share professional support.

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Funds Held at Beginning of the Year	29,874	29,874	28,782
Funds Received from Cluster Members	15,435	-	10,142
Funds Spent on Behalf of the Cluster	(15,502)	-	(9,050)
Funds Held at Year End	29,807	29,874	29,874

21. Funds Held on Behalf of the Selwyn School 1st XV rugby Cluster

Lincoln High School holds funds on behalf of the Selwyn Schools 1st XV Cluster, a group of schools formed to ensure that the Selwyn Schools 1st XV is the Premier Under 18 team in the Ellesmere Rugby subunion, and all players attending a school within the Ellesmere sub-union have a pathway to 1st XV rugby in the Miles Toyota Championship. The main source of funding is sponsorship.

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Funds Held at Beginning of the Year	8,732	8,732	-
Funds Received from Sponsorship	72,780	-	44,308
Funds Received from other Sources	18,409	-	15,505
Funds Spent on Behalf of the Cluster	(58,020)	-	(51,081)
Funds Held at Year End	41,901	8,732	8,732

22. 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.

23. Remuneration

Key management personnel compensation

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

	2022 Actual \$	2021 Actual \$
Board Members		
Remuneration	3,635	3,575
Leadership Team		
Remuneration	912,287	877,499
Full-time equivalent members	6.00	6.00
Total key management personnel remuneration	915,922	881,074

There are 9 members of the Board excluding the Principal. The Board had held 8 full meetings of the Board in the year. The Board also has Finance (3 members) and Property (4 members) that meet monthly and quarterly respectively. 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:

	2022 Actual \$000	2021 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	230 - 240	220-230
Benefits and Other Emoluments	5 - 10	5-10
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	2022 FTE Number	2021 FTE Number
100 -110	16.00	15.00
110 -120	6.00	5.00
120 - 130	3.00	2.00
130 - 140	1.00	2.00
	26.00	24.00

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

24. 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:

	2022 Actual \$	2021 Actual \$
Total	-	15,000
Number of People	-	1

25. Contingencies

There are no contingent liabilities and no contingent assets except as noted below as at 31 December 2022 (Contingent liabilities and assets at 31 December 2021: 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's review of the schools sector payroll to ensure compliance with the Holidays Act 2003 is ongoing. Final calculations and potential impact on any specific individual will not be known until further detailed analysis and solutions have been completed.

To the extent that any obligation cannot reasonably be quantified at 31 December 2022, a contingent liability for the school may exist.

Additional funding wash up payment

In 2022 the Ministry of Education provided additional funding for both the Support Staff in Schools' Collective Agreement (CA) Settlement and the Teacher Aide Pay Equity Settlement. The Ministry is in the process of determining wash up payments for the year ended 31 December 2022 however as at the reporting date this amount had not been calculated and therefore is not recorded in these financial statements.

26. Commitments

(a) Capital Commitments

As at 31 December 2022 the Board has not entered into any contract agreements for capital works.

(Capital commitments in relation to Ministry projects at 31 December 2021: \$514,947)

(b) Operating Commitments

As at 31 December 2022 the Board has not entered into any operating contracts.

(Operating commitments at 31 December 2021: nil)

27. 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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Cash and Cash Equivalents	1,664,593	597,195	925,487
Receivables	800,239	739,066	739,066
Investments - Term Deposits	2,274,383	2,724,919	2,724,919
Total Financial assets measured at amortised cost	4,739,215	4,061,180	4,389,472

Financial liabilities measured at amortised cost

Payables	976,834	1,020,095	1,020,095
Finance Leases	151,626	175,104	175,104
Total Financial liabilities measured at amortised Cost	1,128,460	1,195,199	1,195,199

28. Events After Balance Date

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

29. 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 LINCOLN HIGH SCHOOL'S FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

The Auditor-General is the auditor of Lincoln High School (the School). The Auditor-General has appointed me, Anthony Smith, using the staff and resources of Deloitte Limited, to carry out the audit of the financial statements of the School on his behalf.

Opinion

We have audited the financial statements of the School on pages 3 to 20, that comprise the statement of financial position as at 31 December 2022, the statement of comprehensive revenue and expense, statement of changes in net assets/equity and statement of cash flows for the year ended on that date, and the notes to the financial statements that include accounting policies and other explanatory information.

In our opinion the financial statements of the School:

- present fairly, in all material respects:
 - its financial position as at 31 December 2022; 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 title of the applicable financial reporting framework.

Our audit was completed on 29 May 2023. This is the date at which our opinion is expressed.

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

Basis for our opinion

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

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

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

Responsibilities of the Board for the financial statements

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

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



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

The Board's responsibilities, in terms of the requirements of the Education and Training Act 2020, arise from section 87 of the Education Act 1989.

Responsibilities of the auditor for the audit of the financial statements

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

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

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

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

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

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



- We assess the risk of material misstatement arising from the school payroll system, which may still contain errors. As a result, we carried out procedures to minimise the risk of material errors arising from the system that, in our judgement, would likely influence readers' overall understanding of the financial statements.

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

Our responsibilities arise from the Public Audit Act 2001.

Other information

The Board is responsible for the other information. The other information comprises the Kiwisport Statement, Good Employer Compliance, Members of Board, Year 11+ Funding Report and the Analysis of Variance but does not include the financial statements, and our auditor's report thereon.

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

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

Independence

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

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

A handwritten signature in black ink, appearing to read "Anthony Smith", with a horizontal line underneath.

Anthony Smith
Deloitte Limited
On behalf of the Auditor-General
Christchurch, New Zealand

