

WELLINGTON COLLEGE

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

School Directory

Ministry Number:	Wellington College
Headmaster:	Glen Denham
School Address:	15 Dufferin Street ,Wellington ,6021
School Postal Address:	PO Box 16073,Wellington 6242
School Phone:	04 8022520
School Email:	info@wc.school.nz

Members of the Board

Name	Position	How Position Gained	Term Expired/ Expires
Cam Harland	Presiding Member	Elected	8-Sep-25
Glen Denham	Principal ex Officio		
Masalosalo Taufale	Parent Representative	Elected	15-Aug-22
Geoff McLay	Parent Representative	Elected	15-Aug-22
David Wilks	Parent Representative	Elected	8-Mar-24
Karen Smith	Parent Representative	Elected	8-Sep-25
Mark Hargreaves	Parent Representative	Elected	8-Sep-25
Rewhia King	Parent Representative	Co-opted	8-Sep-25
Deborah Tiatia	Parent Representative	Co-opted	8-Sep-25
Anaru Mill	Parent Representative	Elected	8-Mar-24
Atef Khan	Parent Representative	Elected	8-Mar-24
Lucinda Lendrum	Staff Representative	Elected	15-Aug-22
Rivkah Nathan	Satff Representative	Elected	8-Sep-25
Henry Guy	Student Representative	Elected	31-Oct-22
Barnaby Stevens	Student Representative	Elected	31-Oct-23

WELLINGTON COLLEGE

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Wellington College

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.

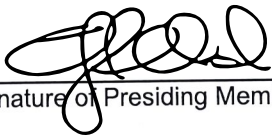
The management (including the principal and others as directed by the Board) accepts responsibility for establishing and maintaining a system of internal controls designed to provide reasonable assurance as to the integrity and reliability of the school's financial reporting.

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.

Cameron John Harland

Full Name of Presiding Member



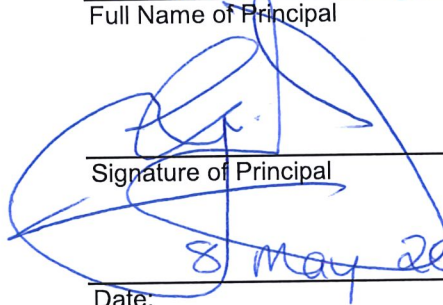
Signature of Presiding Member

8 May 2023

Date:

Glen Ivan Denham

Full Name of Principal



Signature of Principal

8 May 2023

Date:

Wellington College

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Revenue				
Government Grants	2	16,723,867	16,488,679	16,393,311
Locally Raised Funds	3	3,024,887	2,895,952	3,035,116
Interest Income		117,223	40,000	57,562
Total Revenue		19,865,977	19,424,631	19,485,989
Expenses				
Locally Raised Funds	3	1,623,777	1,475,230	1,154,694
Learning Resources	4	13,529,733	12,584,447	13,066,495
Administration	5	802,794	703,923	646,637
Finance		9,053	20,000	10,857
Property	6	3,931,179	5,064,757	4,206,688
Loss on Disposal of Property, Plant and Equipment		5,128	10,000	17,161
		19,901,664	19,858,357	19,102,532
Net (Deficit) / Surplus for the year		(35,687)	(433,726)	383,457
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		(35,687)	(433,726)	383,457

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

Wellington College

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		12,821,034	12,825,317	12,407,330
Total comprehensive revenue and expense for the year		(35,687)	(433,726)	383,457
Contributions from the Ministry of Education				
Contribution - Furniture and Equipment Grant		-	-	30,247
Equity at 31 December		12,785,347	12,391,591	12,821,034
Accumulated comprehensive revenue and expense		10,301,023	9,907,267	10,336,710
Reserves		2,484,324	2,484,324	2,484,324
Equity at 31 December		12,785,347	12,391,591	12,821,034

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.

Wellington College

Statement of Financial Position

As at 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Assets				
Cash and Cash Equivalents	7	583,823	600,000	969,682
Accounts Receivable	8	995,929	988,204	923,889
GST Receivable		134,170	70,000	186,930
Prepayments		211,531	170,000	164,944
Inventories	9	209,336	220,000	204,534
Investments	10	5,075,000	4,100,000	4,505,000
		7,209,789	6,148,204	6,954,979
Current Liabilities				
Accounts Payable	12	2,263,770	1,600,000	2,606,436
Borrowings	13	27,094	-	-
Revenue Received in Advance	14	949,399	798,696	601,223
Provision for Cyclical Maintenance	15	111,875	110,265	45,500
Painting Contract Liability	16	44,582	(10,265)	89,184
Finance Lease Liability	17	57,948	50,000	59,755
Funds held in Trust	18	1,035,032	980,922	760,069
Funds held for Capital Works Projects	19	31,480	-	76,840
		4,521,180	3,529,618	4,239,007
Working Capital Surplus		2,688,609	2,618,586	2,715,972
Non-current Assets				
Investments	10	30,000	-	-
Property, Plant and Equipment	11	10,452,616	10,040,243	10,419,177
		10,482,616	10,040,243	10,419,177
Non-current Liabilities				
Borrowings	13	88,056	-	-
Provision for Cyclical Maintenance	15	12,079	87,735	92,500
Painting Contract Liability	16	122,494	109,503	155,911
Finance Lease Liability	17	26,249	70,000	65,704
Funds held in Trust	18	137,000	-	-
		385,878	267,238	314,115
Net Assets		12,785,347	12,391,591	12,821,034
Equity		12,785,347	12,391,591	12,821,034

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

Wellington College

Statement of Cash Flows

For the year ended 31 December 2022

	Note	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Cash flows from Operating Activities				
Government Grants		3,659,512	3,288,679	3,454,318
Locally Raised Funds		2,750,239	1,463,636	2,691,640
International Students		585,639	659,748	344,118
Goods and Services Tax (net)		52,768	116,931	(153,830)
Payments to Employees		(2,636,761)	(1,718,706)	(2,422,751)
Payments to Suppliers		(3,679,590)	(4,011,655)	(1,796,277)
Interest Paid		(9,053)	(20,000)	(10,857)
Interest Received		67,363	59,716	64,185
Net cash from/(to) Operating Activities		790,117	(161,651)	2,170,546
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(938,448)	(560,226)	(745,476)
Purchase of Investments		(600,000)	405,000	(1,300,000)
Net cash to Investing Activities		(1,538,448)	(155,226)	(2,045,476)
Cash flows from Financing Activities				
Furniture and Equipment Grant		-	-	30,247
Finance Lease Payments		(41,262)	(5,459)	(14,276)
Painting contract payments		(78,019)	(191,357)	(39,583)
Loans Received		88,056	-	
Repayment of Loans		27,094	-	
Funds Administered on Behalf of Third Parties		366,603	144,011	(165,808)
Net cash from/(to) Financing Activities		362,472	(52,805)	(189,420)
Net decrease in cash and cash equivalents		(385,859)	(369,682)	(64,350)
Cash and cash equivalents at the beginning of the year	7	969,682	969,682	1,034,032
Cash and cash equivalents at the end of the year	7	583,823	600,000	969,682

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.

Wellington College

Notes to the Financial Statements

For the year ended 31 December 2022

1. Statement of Accounting Policies

a) Reporting Entity

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

b) Basis of Preparation

Reporting Period

The financial 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 expense 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.

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 15.

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 17. Future operating lease commitments are disclosed in note 24b.

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

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

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. 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 released to revenue as the conditions are fulfilled.

Donations, Gifts and Bequests

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

Interest Revenue

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

d) 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.

e) 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.

f) Accounts Receivable

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

g) Inventories

Inventories are consumable items held for sale and comprised 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.

h) 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.

i) Property, Plant and Equipment

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

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

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

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

Finance Leases

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

Depreciation

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

The estimated useful lives of the assets are:

Building improvements	10–75 years
Board Owned Buildings	10–75 years
Furniture and equipment	10–15 years
Information and communication technology	4–5 years
Motor vehicles	5 years
Textbooks	3 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

The carrying value of software is amortised on a straight line basis over its useful life. The useful life of software is estimated as three years.

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

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

Non cash generating assets

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

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

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

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

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

k) 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.

l) 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, to but not yet taken at balance date.

Long-term employee entitlements

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

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

m) Revenue Received in Advance

Revenue received in advance relates to fees received from international students and hire and rental agreements 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.

n) 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 Revenue and Expense.

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

o) Funds held for Capital works

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

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

p) Provision for Cyclical Maintenance

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

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

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

q) Financial Instruments

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

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

r) Borrowings

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

s) Goods and Services Tax (GST)

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

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

Commitments and contingencies are disclosed exclusive of GST.

t) Budget Figures

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

u) Services received in-kind

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

2. Government Grants

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Government Grants - Ministry of Education	3,586,010	3,218,457	3,381,688
Teachers' Salaries Grants	10,323,085	9,300,000	10,182,585
Use of Land and Buildings Grants	2,741,270	3,900,000	2,756,408
Other Government Grants	73,502	70,222	72,630
	<u>16,723,867</u>	<u>16,488,679</u>	<u>16,393,311</u>

3. Locally Raised Funds

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

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Revenue			
Donations & Bequests	863,507	860,000	914,384
Curriculum related Activities - Purchase of goods and services	175,162	141,231	183,227
Fees for Extra Curricular Activities	671,370	720,039	492,174
Trading	502,506	515,000	419,683
Fundraising & Community Grants	193,920	118,000	107,243
Other Revenue	158,979	191,500	215,404
International Student Fees	459,443	350,182	703,001
	<u>3,024,887</u>	<u>2,895,952</u>	<u>3,035,116</u>
Expenses			
Extra Curricular Activities Costs	862,052	877,230	604,058
Trading	459,545	435,000	378,540
Fundraising and Community Grant Costs	20,147	15,000	11,460
Other Locally Raised Funds Expenditure	57,595	33,000	33,144
International Student - Student Recruitment	82,831	20,000	(414)
International Student - Employee Benefit - Salaries	66,593	52,000	48,557
International Student - Other Expenses	75,014	43,000	79,349
	<u>1,623,777</u>	<u>1,475,230</u>	<u>1,154,694</u>
<i>Surplus/ (Deficit) for the year Locally raised funds</i>	<u>1,401,110</u>	<u>1,420,722</u>	<u>1,880,422</u>

During the year the School hosted 23 International students (2021:44)

4. Learning Resources

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Curricular	389,968	449,861	387,901
Other	134,555	83,649	78,645
Information and Communication Technology	148,033	127,606	133,457
Library Resources	26,545	7,987	19,217
Employee Benefits - Salaries	11,881,051	10,916,184	11,584,235
Staff Development	49,699	70,000	43,511
	<u>13,529,733</u>	<u>12,584,447</u>	<u>13,066,495</u>

5. Administration

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Audit Fee	12,257	12,257	11,900
Board Fees	4,650	6,300	4,635
Board Expenses	11,780	16,000	12,455
Communication	24,171	26,000	21,577
Consumables	31,885	33,000	26,309
Legal Fees	10,662	4,000	1,900
Other	13,027	53,000	8,780
Employee Benefits - Salaries	474,750	383,366	369,404
Insurance	179,016	150,000	149,162
Service Providers, Contractors and Consultancy	40,596	20,000	40,515
	<u>802,794</u>	<u>703,923</u>	<u>646,637</u>

6. Property

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Caretaking and Cleaning Consumables	24,445	32,000	23,342
Painting Contract	-	-	245,099
Cyclical Maintenance Provision	165	60,000	11,383
Grounds	67,757	68,000	97,886
Heat, Light and Water	195,195	198,000	179,950
Rates	25,763	24,000	26,117
Repairs and Maintenance	304,400	215,500	332,407
Use of Land and Buildings	2,741,270	3,900,000	2,756,408
Security	15,006	12,000	9,648
Employee Benefits - Salaries	557,178	555,257	524,448
	<u>3,931,179</u>	<u>5,064,757</u>	<u>4,206,688</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 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Bank Accounts	583,823	600,000	969,682
Cash and cash equivalents for Statement of Cash Flows	<u>583,823</u>	<u>600,000</u>	<u>969,682</u>

Of the \$583,823 Cash and Cash Equivalents, \$76,840 is held by the School on behalf of the Ministry of Education. These funds have been provided by the Ministry as part of the school's 5 Year Agreement funding for upgrades to the school's buildings. The funds are required to be spent in 2023 on Crown owned school buildings.

Of the \$583,823 Cash and Cash Equivalents, \$32,026.84 of unspent grant funding is held by the School. This funding is subject to conditions which specify how the grant is required to be spent. If these conditions are not met, the funds will need to be returned.

8. Accounts Receivable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Receivables	51,061	988,204	13,875
Interest Receivable	69,576	-	19,716
Teacher Salaries Grant Receivable	875,292	-	890,298
	<u>995,929</u>	<u>988,204</u>	<u>923,889</u>
Receivables from Exchange Transactions	120,637	988,204	33,591
Receivables from Non-Exchange Transactions	875,292	-	890,298
	<u>995,929</u>	<u>988,204</u>	<u>923,889</u>

9. Inventories

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
School Uniforms	209,336	220,000	204,534
	<u>209,336</u>	<u>220,000</u>	<u>204,534</u>

10. Investments

The School's investment activities are classified as follows:

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Current Asset			
Short-term Bank Deposits	5,075,000	4,100,000	4,505,000
Non-current Asset			
Long-term Bank Deposits	30,000	-	-
Total Investments	<u>5,105,000</u>	<u>4,100,000</u>	<u>4,505,000</u>

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2022	\$	\$	\$	\$	\$	\$
Buildings	8,115,002	115,092			(279,305)	7,950,789
Furniture and Equipment	1,798,507	701,483			(439,673)	2,060,317
Information and Communication Technology	176,053	78,555			(88,815)	165,793
Motor Vehicles	14,130	22,326			(4,841)	31,615
Leased Assets	120,378	20,992			(63,030)	78,340
Library Resources	64,372		(421)		(8,027)	55,924
Balance at 31 December 2022	10,419,178	938,448	(5,128)	-	(899,882)	10,452,616
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Buildings	11,210,786	(3,259,997)	7,950,789	11,095,694	(2,980,692)	8,115,002
Furniture and Equipment	6,063,566	(4,003,249)	2,060,317	5,377,385	(3,578,878)	1,798,507
Information and Communication Technology	880,987	(715,194)	165,793	803,707	(627,655)	176,052
Motor Vehicles	48,412	(16,797)	31,615	26,086	(11,956)	14,130
Leased Assets	191,878	(113,538)	78,340	297,886	(177,508)	120,378
Library Resources	298,495	(242,571)	55,924	299,627	(235,255)	64,372
Balance at 31 December	19,143,701	(8,691,085)	10,452,616	18,366,525	(7,947,348)	10,419,177

12. Accounts Payable

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Creditors	442,951	270,000	1,032,520
Accruals	1,748,902	1,265,000	1,506,719
Employee Entitlements - Leave Accrual	71,917	65,000	67,197
	<u>2,263,770</u>	<u>1,600,000</u>	<u>2,606,436</u>
Payables for Exchange Transactions	2,263,770	1,600,000	2,606,436
Payables for Non-exchange Transactions - Taxes Payable (PAYE and Rates)			
Payables for Non-exchange Transactions - Other			
	<u>2,263,770</u>	<u>1,600,000</u>	<u>2,606,436</u>

The carrying value of payables approximates their fair value.

13. Borrowings

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Loans due in one year	27,094	-	-
Loans due after one year	88,056	-	-
	<u>115,150</u>	<u>-</u>	<u>-</u>

The school has borrowings at 31 December 2022 of \$115,150 (31 December 2021 \$0). This loan is from the EECA for the purpose of installing LED lighting. The loan is unsecured, interest is 0.00% per annum and the loan is payable in equal quarterly instalments of \$6,773.

14. Revenue Received in Advance

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
International Student Fees in Advance	425,326	608,696	299,130
Other revenue in Advance	524,073	190,000	302,093
	<u>949,399</u>	<u>798,696</u>	<u>601,223</u>

15. Provision for Cyclical Maintenance

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Provision at the Start of the Year	138,000	138,000	126,617
Increase to the Provision During the Year	164	60,000	11,383
Use of the Provision During the Year	(14,211)	-	-
Provision at the End of the Year	<u>123,954</u>	<u>198,000</u>	<u>138,000</u>
Cyclical Maintenance - Current	111,875	110,265	45,500
Cyclical Maintenance - Non current	12,079	87,735	92,500
	<u>123,954</u>	<u>198,000</u>	<u>138,000</u>

16. Painting Contract Liability

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Due within one year	44,582	(10,265)	89,184
Due after one year	122,494	109,503	155,911
	<u>167,076</u>	<u>99,238</u>	<u>245,095</u>

In 2021 the Board signed an agreement with Programmed Maintenance Services Ltd (the contractor) for an agreed programme of work covering an seven year period. The programme provides for an exterior repaint of the Ministry owned buildings in 2022, with regular maintenance in subsequent years. The liability is the best estimate of the actual amount of work performed by the contractor for which the contractor has not been paid at balance sheet date. The liability has not been adjusted for inflation and the effect of the time value of money.

17. 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	37,531	50,000	34,783
Later than One Year and no Later than Five Years	12,809	70,000	35,112
Later than Five Years	33,857	-	55,564
	<u>84,197</u>	<u>120,000</u>	<u>125,459</u>
Represented by			
Finance lease liability - Current	57,948	50,000	59,755
Finance lease liability - Non current	26,249	70,000	65,704
	<u>84,197</u>	<u>120,000</u>	<u>125,459</u>

18. Funds held in Trust

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Funds Held in Trust on Behalf of Third Parties - Current	1,035,032	980,922	760,069
Funds Held in Trust on Behalf of Third Parties - Non-current	137,000	-	-
	1,172,032	980,922	760,069

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

19. 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 9.

2022	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Sports Centre Re Roof	27,733		(35,681)	7,948	-
LED Lighting	-	47,045	(47,045)		-
Weather Tightness Stud Services	3,807	46,823	(19,150)		31,480
Tower Block Anchor Points	45,300	2,531	(47,831)		-
Totals	76,840	96,399	(149,706)	7,948	31,480

Represented by:

Funds Held on Behalf of the Ministry of Education	31,480
Funds Receivable from the Ministry of Education	-

2021	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions \$	Closing Balances \$
Sports Centre Re Roof		52,500	(24,767)		27,733
Blk H Cladding and Roller	14,397	7,956	(22,353)		-
Weather Tightness Stud Services	29,883	90,000	(116,076)		3,807
Tower Block Anchor Points		47,400	(2,100)		45,300
Totals	44,280	197,856	(165,296)	-	76,840

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 Board members, Principal, Deputy Principals and Heads of Departments.

	2022 Actual \$	2021 Actual \$
<i>Board Members</i> Remuneration	4,650	4,635
<i>Leadership Team</i> Remuneration	1,054,467	938,833
Full-time equivalent members	8	6
Total key management personnel remuneration	<u>1,059,117</u>	<u>943,468</u>

There are 11 members of the Board excluding the Principal. The Board had held nine full meetings of the Board in the year. The Board also has Finance and Property (6 members) that meet monthly. 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 1

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	170 - 180	200-210
Benefits and Other Emoluments	5,358	45,204
Termination Benefits	-	-

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 - 120	31.00	30.00
	<u>31.00</u>	<u>30.00</u>

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

22. Contingencies

PROGRAMMED MAINTENANCE SERVICES

Painting the exterior of the college. The new contract started December 2021 and expires 2027.

FINANCE LEASES

The Board has 14 leases for laptops and one lease for copiers.

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.

23. Commitments

(a) Capital Commitments

As at 31 December 2022 the Board has entered into contract agreements for capital works as follows:

(a) \$230,185 contract for Re-Roofing the Old Boys Gym 2023 of with \$115,092 has been spent to date. This is fully funded by the school.

(Capital commitments at 31 December 2021: \$732,108)

(b) Operating Commitments

As at 31 December 2022 the Board has entered into the following contracts:

(a) operating lease of a EFTPOS Machine;

	2022 Actual \$	2021 Actual \$
No later than One Year	-	1,689
	<u>-</u>	<u>1,689</u>

The total lease payments incurred during the period were \$2,980 (2021: \$3,154).

24. Financial Instruments

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

Financial assets measured at amortised cost

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Cash and Cash Equivalents	583,823	600,000	969,682
Receivables	995,929	988,204	923,889
Investments - Term Deposits	5,105,000	4,100,000	4,505,000
Total Financial assets measured at amortised cost	<u>6,684,752</u>	<u>5,688,204</u>	<u>6,398,571</u>

Financial liabilities measured at amortised cost

Payables	2,263,770	1,600,000	2,606,436
Borrowings - Loans	115,150	-	-
Finance Leases	84,197	120,000	125,459
Painting Contract Liability	167,076	99,238	245,095
Total Financial Liabilities Measured at Amortised Cost	<u>2,630,193</u>	<u>1,819,238</u>	<u>2,976,990</u>

25. Events After Balance Date

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

26. Comparatives

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

Wellington College

Report on Special and Contestable Funding

For the Year ended 31 December 2022

Kiwisport

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

In 2022 the school received Kiwisport funding of \$ 42,992 (GST exclusive).

-2021 \$43,110 (GST exclusive)

The funding was spent on employment of a Sports Director.

In 2022 70% of students participated in a sport at Wellington College compared to 69% in 2021.

In 2022 37% of staff were involved in Sport compared to 37% in 2021.