

TE AKAU SCHOOL

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2025

School Directory

Ministry Number: 1998

Principal: Hannah O'Brien

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Accountant / Service Provider:

Education Services.
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TE AKAU SCHOOL

Annual Financial Statements - For the year ended 31 December 2025

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Te Akau School

Statement of Responsibility

For the year ended 31 December 2025

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 2025 fairly reflects the financial position and operations of the School.

The School's 2025 financial statements are authorised for issue by the Board.

Jamie Andrews

Full Name of Presiding Member

Hannah O'Brien

Full Name of Principal



Signature of Presiding Member



Signature of Principal

28.5.26

Date

28.5.26

Date

Te Akau School
Statement of Comprehensive Revenue and Expense
For the year ended 31 December 2025

	Notes	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Revenue				
Government Grants	2	683,715	593,925	692,711
Locally Raised Funds	3	66,248	32,500	27,075
Interest		2,261	4,500	7,197
Total Revenue		752,224	630,925	726,983
Expense				
Locally Raised Funds	3	62,733	75,300	48,265
Learning Resources	4	476,993	410,026	448,529
Administration	5	93,746	85,351	90,570
Interest		578	26	135
Property	6	138,483	134,888	140,221
Loss on Disposal of Property, Plant and Equipment		369	-	-
Total Expense		772,902	705,591	727,720
Net Surplus / (Deficit) for the year		(20,678)	(74,666)	(737)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		(20,678)	(74,666)	(737)

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

Te Akau School
Statement of Changes in Net Assets/Equity
For the year ended 31 December 2025

	Notes	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Equity at 1 January		158,099	203,509	154,516
Total comprehensive revenue and expense for the year		(20,678)	(74,666)	(737)
Contribution - Furniture and Equipment Grant		-	-	4,320
Equity at 31 December		137,421	128,843	158,099
Accumulated comprehensive revenue and expense		137,421	128,843	158,099
Equity at 31 December		137,421	128,843	158,099

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.

Te Akau School
Statement of Financial Position
As at 31 December 2025

	Notes	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Current Assets				
Cash and Cash Equivalents	7	114,799	56,531	66,253
Accounts Receivable	8	49,815	32,943	44,542
GST Receivable		-	-	3,135
Prepayments		8,938	11,894	12,200
Investments	9	-	20,000	45,000
		<u>173,552</u>	<u>121,368</u>	<u>171,130</u>
Current Liabilities				
GST Payable		9,246	13,111	-
Accounts Payable	11	57,033	39,235	54,254
Revenue Received in Advance	12	8,500	987	1,379
Finance Lease Liability	14	2,192	1,226	1,164
Funds held for Capital Works Projects	15	62,020	-	-
		<u>138,991</u>	<u>54,559</u>	<u>56,797</u>
Working Capital Surplus/(Deficit)		34,561	66,809	114,333
Non-current Assets				
Investments (more than 12 months)	9	25,000	25,000	-
Property, Plant and Equipment	10	89,993	43,295	50,434
		<u>114,993</u>	<u>68,295</u>	<u>50,434</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	13	5,949	5,997	2,888
Finance Lease Liability	14	6,184	264	3,780
		<u>12,133</u>	<u>6,261</u>	<u>6,668</u>
Net Assets		<u>137,421</u>	<u>128,843</u>	<u>158,099</u>
Equity		<u>137,421</u>	<u>128,843</u>	<u>158,099</u>

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

Te Akau School
Statement of Cash Flows
For the year ended 31 December 2025

		2025	2025	2024
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Cash flows from Operating Activities				
Government Grants		176,881	146,952	186,993
Locally Raised Funds		74,748	43,000	26,922
Goods and Services Tax (net)		12,381	-	(16,246)
Payments to Employees		(87,884)	(58,901)	(79,564)
Payments to Suppliers		(158,738)	(236,115)	(166,611)
Interest Paid		(578)	(26)	(135)
Interest Received		3,336	4,500	7,061
Net cash from/(to) Operating Activities		20,146	(100,590)	(41,580)
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment		(46,627)	(13,000)	(22,469)
Proceeds from Sale of Investments		20,000	-	-
Net cash from/(to) Investing Activities		(26,627)	(13,000)	(22,469)
Cash flows from Financing Activities				
Furniture and Equipment Grant		-	-	4,320
Finance Lease Payments		(1,389)	(2,363)	(320)
Funds Administered on Behalf of Other Parties		56,416	-	(46,182)
Net cash from/(to) Financing Activities		55,027	(2,363)	(42,182)
Net increase/(decrease) in cash and cash equivalents		48,546	(115,953)	(106,231)
Cash and cash equivalents at the beginning of the year	7	66,253	172,484	172,484
Cash and cash equivalents at the end of the year	7	114,799	56,531	66,253

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

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

Te Akau School Notes to the Financial Statements For the year ended 31 December 2025

1. Statement of Accounting Policies

a) Reporting Entity

Te Akau 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.

b) Basis of Preparation

Reporting Period

The financial statements have been prepared for the period 1 January 2025 to 31 December 2025 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 with reference to generally accepted accounting practice. The financial statements have been prepared with reference to 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 \$33 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

The 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 13.

Useful lives of property, plant and equipment

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

Critical Judgements in applying accounting policies

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

Classification of leases

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

Judgement is required on various aspects that include, but are not limited to, the fair value of the leased asset, the economic life of the leased asset, whether or not to include renewal options in the lease term, and determining an appropriate discount rate to calculate the present value of the minimum lease payments. Classification as a finance lease means the asset is recognised in the statement of financial position as property, plant, and equipment, whereas for an operating lease no such asset is recognised. Finance lease liability disclosures are contained in note 14. Future operating lease commitments are disclosed in note 20b.

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) 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.

e) 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.

f) 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.

g) 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.

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 material.

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
Furniture and Equipment	10-15 years
Information and Communication Technology	4-5 years
Motor Vehicles	5 years
Library Resources	12.5% Diminishing value
Leased Assets held under a Finance Lease	Term of Lease

j) Impairment of property, plant, and equipment

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 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 a comparison to recent market transactions.

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 surplus or deficit.

The reversal of an impairment loss is recognised in 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 and annual leave earned, by non teaching staff, but not yet taken at balance date.

Long-term employee entitlements

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

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

m) Revenue Received in Advance

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

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

n) 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.

o) 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 12 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.

p) 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 and finance lease liability. Financial liabilities are initially recognised at fair value and 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.

q) 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.

r) Goods and Services Tax (GST)

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

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

Commitments and contingencies are disclosed exclusive of GST.

s) Budget Figures

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

t) Services received in-kind

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

2. Government Grants

	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Government Grants - Ministry of Education	180,821	147,921	220,669
Teachers' Salaries Grants	402,070	350,463	372,002
Use of Land and Buildings Grants	100,824	95,541	100,040
	<u>683,715</u>	<u>593,925</u>	<u>692,711</u>

3. Locally Raised Funds

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

	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Revenue			
Donations and Bequests	6,061	15,700	1,917
Fees for Extra Curricular Activities	3,611	(10,000)	1,271
Trading	797	-	-
Fundraising and Community Grants	26,857	-	-
Other Revenue	23,705	16,800	18,061
Bus	5,217	10,000	5,826
	<u>66,248</u>	<u>32,500</u>	<u>27,075</u>
Expense			
Extra Curricular Activities Costs	17,609	800	3,456
Trading	693	-	-
Fundraising and Community Grant Costs	7,679	-	1,335
Other Locally Raised Funds Expenditure	6,743	35,000	6,869
Bus	30,009	39,500	36,605
	<u>62,733</u>	<u>75,300</u>	<u>48,265</u>
<i>Surplus/(Deficit) for the year Locally Raised Funds</i>	<u>3,515</u>	<u>(42,800)</u>	<u>(21,190)</u>

4. Learning Resources

	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Curricular	14,539	15,650	17,455
Employee Benefits - Salaries	442,260	373,983	417,667
Staff Development	7,781	12,300	4,712
Depreciation	12,188	6,593	8,695
Other Learning Resources	225	1,500	-
	<u>476,993</u>	<u>410,026</u>	<u>448,529</u>

5. Administration

	2025	2025	2024
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Audit Fees	10,148	5,350	7,561
Board Fees and Expenses	12,823	14,920	30,767
Other Administration Expenses	12,056	16,100	17,374
Employee Benefits - Salaries	47,415	35,381	22,589
Insurance	5,784	8,000	6,939
Service Providers, Contractors and Consultancy	5,520	5,600	5,340
	<u>93,746</u>	<u>85,351</u>	<u>90,570</u>

6. Property

	2025	2025	2024
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Consultancy and Contract Services	18,932	20,300	12,328
Cyclical Maintenance	3,061	3,247	2,888
Heat, Light and Water	6,089	4,900	5,622
Repairs and Maintenance	9,568	10,000	10,164
Use of Land and Buildings	100,824	95,541	100,040
Employee Benefits - Salaries	-	-	7,324
Other Property Expenses	9	900	1,855
	<u>138,483</u>	<u>134,888</u>	<u>140,221</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

	2025	2025	2024
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Bank Accounts	114,799	56,531	66,253
Cash and cash equivalents for Statement of Cash Flows	<u>114,799</u>	<u>56,531</u>	<u>66,253</u>

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

Of the \$114,799 Cash and Cash Equivalents \$70,520 is subject to restrictions for the following reasons:

- \$62,020 is held by the School on behalf of the Ministry of Education. The funds have been provided as part of the school's 5 Year Agreement Funding and is required to be spent on the school's buildings. See note 15.
- \$8,500 of unspent community grant 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. This is included in Revenue Received in Advance in note 12.

8. Accounts Receivable

	2025	2025	2024
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Receivables	1,403	3,488	1,403
Receivables from the Ministry of Education	4,233	-	2,347
Interest Receivable	52	991	1,127
Teacher Salaries Grant Receivable	44,127	28,464	39,665
	<u>49,815</u>	<u>32,943</u>	<u>44,542</u>
Receivables from Exchange Transactions	1,455	4,479	2,530
Receivables from Non-Exchange Transactions	48,360	28,464	42,012
	<u>49,815</u>	<u>32,943</u>	<u>44,542</u>

9. Investments

The School's investment activities are classified as follows:

	2025	2025	2024
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Current Asset			
Short-term Bank Deposits	-	20,000	45,000
Non-current Asset			
Long-term Bank Deposits	25,000	25,000	-
Total Investments	<u>25,000</u>	<u>45,000</u>	<u>45,000</u>

10. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2025	\$	\$	\$	\$	\$	\$
Building Improvements	11,509	26,738	(8)	-	(2,196)	36,042
Furniture and Equipment	23,125	24,892	(49)	-	(5,247)	42,721
Information and Communication Technology	4,080	-	(312)	-	(2,515)	1,253
Leased Assets	4,822	5,488	-	-	(2,169)	8,141
Library Resources	1,551	346	-	-	(61)	1,836
Work in Progress	5,348	(5,348)	-	-	-	-
	<u>50,435</u>	<u>52,116</u>	<u>(369)</u>	<u>-</u>	<u>(12,188)</u>	<u>89,993</u>

The net carrying value of equipment held under a finance lease is \$8,141 (2024: \$4,822)

Restrictions

With the exception of the contractual restrictions related to the above noted finance leases, there are no restrictions over the title of the school's property, plant and equipment, nor are any property, plant and equipment pledged as security for liabilities.

	2025	2025	2025	2024	2024	2024
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Building Improvements	67,513	(31,471)	36,042	44,885	(33,376)	11,509
Furniture and Equipment	153,917	(111,196)	42,721	154,823	(131,699)	23,124
Information and Communication Technology	38,353	(37,100)	1,253	49,765	(45,685)	4,080
Motor Vehicles	79,587	(79,587)	-	79,587	(79,587)	-
Leased Assets	30,126	(21,985)	8,141	24,637	(19,815)	4,822
Library Resources	15,311	(13,475)	1,836	14,966	(13,415)	1,551
Work in Progress	-	-	-	5,348	-	5,348
	<u>384,807</u>	<u>(294,814)</u>	<u>89,993</u>	<u>374,011</u>	<u>(323,577)</u>	<u>50,434</u>

11. Accounts Payable

	2025	2025	2024
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	6,988	4,905	9,773
Accruals	5,343	5,086	4,413
Employee Entitlements - Salaries	44,127	28,464	39,665
Employee Entitlements - Leave Accrual	575	780	403
	<u>57,033</u>	<u>39,235</u>	<u>54,254</u>
Payables for Exchange Transactions	57,033	39,235	54,254
	<u>57,033</u>	<u>39,235</u>	<u>54,254</u>

The carrying value of payables approximates their fair value.

12. Revenue Received in Advance

	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Revenue in Advance	8,500	-	-
Grants in Advance - Ministry of Education	-	987	1,379
	8,500	987	1,379

13. Provision for Cyclical Maintenance

	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Provision at the Start of the Year	2,888	2,750	-
Increase/(decrease) to the Provision During the Year	3,061	3,247	2,888
Use of the Provision During the Year	-	-	-
Provision at the End of the Year	5,949	5,997	2,888
Cyclical Maintenance - Current	-	-	-
Cyclical Maintenance - Non current	5,949	5,997	2,888
	5,949	5,997	2,888

Per the cyclical maintenance schedule, the School is next expected to undertake painting works during 2035. This plan is based on the School's painting quotes.

14. Finance Lease Liability

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

	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
No Later than One Year	2,727	1,226	1,411
Later than One Year	6,773	264	4,192
Future Finance Charges	(1,124)	-	(659)
	8,376	1,490	4,944
Represented by			
Finance lease liability - Current	2,192	1,226	1,164
Finance lease liability - Non current	6,184	264	3,780
	8,376	1,490	4,944

15. 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, and includes retentions on the projects, if applicable.

	2025	Project No.	Opening Balances	Receipts from MoE	Payments	Board Contributions / Transfers	Closing Balances
			\$	\$	\$		\$
AMS:B:Admin Upgrades		246335	-	64,448	(2,428)	-	62,020
Totals			-	64,448	(2,428)	-	62,020

Represented by:

Funds Held on Behalf of the Ministry of Education	62,020
Funds Receivable from the Ministry of Education	-

	2024	Project No.	Opening Balances	Receipts from MoE	Payments	Board Contributions / Transfers	Closing Balances
			\$	\$	\$		\$
B - Exterior Learning Area		235514	37,559	-	(37,559)	-	-
Replacement of Existing Cabinetry		237647	47,310	4,297	(51,607)	-	-
LSC & Minor Alterations		220021	-	55,143	(55,143)	-	-
Totals			84,869	59,440	(144,309)	-	-

Represented by:

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

16. 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 conditions 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.

17. Remuneration

Key management personnel compensation

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

	2025 Actual \$	2024 Actual \$
<i>Board Members</i>		
Remuneration	3,245	3,965
<i>Leadership Team</i>		
Remuneration	242,701	143,421
Full-time equivalent members	2.07	1.00
Total key management personnel remuneration	245,946	147,386

There are 6 members of the Board excluding the Principal. The Board has held 11 full meetings of the Board in the year. The Board also has Finance (1 members) and Property (3 members) committees that met 1 and 0 times 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:

	2025 Actual \$000	2024 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	130 - 140	-
Benefits and Other Emoluments	3 - 4	-
Termination Benefits	-	-

Principal 2

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

	2025 Actual \$000	2024 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	-	130 - 140
Benefits and Other Emoluments	-	3 - 4
Termination Benefits	-	-

Other Employees

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

	2025	2024
Remuneration \$000	FTE Number	FTE Number
100 - 110	1.00	0.00
	1.00	0.00

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

18. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be board members, 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:

	2025 Actual	2024 Actual
Total	\$0	\$0
Number of People	0	0

19. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2025 (Contingent liabilities and assets at 31 December 2024: nil).

Holidays Act Compliance – Schools Payroll

The Ministry of Education performs payroll processing and payments on behalf of boards, through payroll service provider, Education Payroll Limited.

The Ministry continues to review the Schools Sector Payroll to ensure compliance with the Holidays Act 2003. An initial remediation payment has been made to some current school employees. The Ministry is continuing to perform detailed analysis to finalise calculations and the potential impacts for specific individuals. As such, this is expected to resolve the liability for school boards.

20. Commitments

(a) Capital Commitments

As at 31 December 2025, the Board had capital commitments of \$63,172 (2024: \$0) as a result of entering the following contracts:

Contract Name	Remaining Capital Commitment
AMS:B:Admin Upgrades	\$ 63,172
Total	63,172

The Board receives funding from the Ministry of Education for Capital Works which is disclosed in note 15.

(b) Operating Commitments

There are no operating commitments as at 31 December 2025 (Operating commitments at 31 December 2024: nil).

21. 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

	2025	2025	2024
	Actual	Budget	Actual
	\$	(Unaudited)	\$
	\$	\$	\$
Cash and Cash Equivalents	114,799	56,531	66,253
Receivables	49,815	32,943	44,542
Investments - Term Deposits	25,000	45,000	45,000
Total financial assets measured at amortised cost	189,614	134,474	155,795

Financial liabilities measured at amortised cost

Payables	57,033	39,235	54,254
Finance Leases	8,376	1,490	4,944
Total financial liabilities measured at amortised cost	65,409	40,725	59,198

22. Events After Balance Date

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

23. Comparatives

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

Te Akau School

Members of the Board

Name	Position	How Position Gained	Term Expired/ Expires
Jamie Andrews	Presiding Member	Elected	Sep 2028
Hannah O'Brien	Principal	ex Officio	.
Tom Lilley	Parent Representative	Elected	Sep 2028
James Glenn	Parent Representative	Elected	Sep 2028
Christina Johnston	Parent Representative	Elected	Sep 2028
Danielle van den Bermd	Parent Representative	Elected	Sep 2028
Hayley Smith	Staff Representative	Elected	Sep 2028
Melissa Copeland	Parent Representative	Elected	Sep 2025
Tom Jackson	Parent Representative	Elected	Sep 2025

Te Akau School

Kiwisport

Kiwisport is a Government funding initiative to support students' participation in organised sport. In 2025, the school received total Kiwisport funding of \$731 (excluding GST). The funding was spent on sporting endeavours.

Statement of Compliance with Employment Policy

For the year ended 31st December 2025 the Te Akau School Board:

- Has developed and implemented personnel policies, within policy and procedural frameworks to ensure the fair and proper treatment of employees in all aspects of their employment.
- Has reviewed its compliance against both its personnel policy and procedures and can report that it meets all requirements and identified best practice.
- Is a good employer and complies with the conditions contained in the employment contracts of all staff employed by the Board.
- Ensures all employees and applicants for employment are treated according to their skills, qualifications and abilities, without bias or discrimination.
- Meets all Equal Employment Opportunities requirements.