

HARE KRISHNA SCHOOL

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

School Directory

Ministry Number: 4204

Principal: Dharma Dasa

School Address: 1229 Coatesville-Riverhead Hwy, Kumeu

School Postal Address: PO Box 349, Kumeu

School Phone: 09 412 6325

School Email: principal@harekrishna.school.nz

Members of the Board:

Name	Position	How Position Gained	Term Expired/ Expires
Amu Nadarajan	Presiding Member	Elected	Sep-25
Dharma Setu Dasa	Principal ex Officio	Appointed	Current
Eric Beecroft	Proprietor's Rep	Appointed	Current
Carl Becker	Proprietor's Rep	Appointed	Current
Shubendu Banerjee	Parent Representative	Elected	Sep-25
Vikas Arya	Parent Representative	Elected	Sep-25
Kheng Ho	Parent Representative	Elected	Sep-25
Annie Duchon	Staff Representative	Elected	Sep-24
Shruti Jani	Parent Representative	Elected	Sep-23

Accountant / Service Provider:

Canterbury Education Services
Unit 10, 18 Moselle Ave, Auckland 0610



HARE KRISHNA SCHOOL

Annual Financial Statements - For the year ended 31 December 2023

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HARE KRISHNA SCHOOL

Statement of Responsibility

For the year ended 31 December 2023

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

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

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2023 fairly reflects the financial position and operations of the school.

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

VIKAS ARYA GUBBI KOTE WODEYAR

Full Name of Presiding Member




Signature of Presiding Member

3/06/2024

Date:

Ashwini Sahu Dasa

Full Name of Principal



Signature of Principal

3/06/2024

Date:

HARE KRISHNA SCHOOL

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Revenue				
Government Grants	2	1,637,316	1,299,441	1,456,074
Locally Raised Funds	3	146,975	124,100	86,249
Use of Proprietor's Land and Buildings		310,592	171,005	203,525
Interest		14,248	1,200	2,991
Total Revenue		2,109,131	1,595,746	1,748,839
Expense				
Locally Raised Funds	3	66,457	60,200	47,657
Learning Resources	4	1,237,358	1,004,176	1,031,988
Administration	5	177,656	132,970	162,341
Interest		1,148	500	466
Property	6	433,892	264,648	295,067
Other Expense	7	222,879	179,600	174,699
Loss on Disposal of Property, Plant and Equipment		5,423	-	1,412
Total Expense		2,144,813	1,642,094	1,713,630
Net Surplus / (Deficit) for the year		(35,682)	(46,348)	35,209
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		(35,682)	(46,348)	35,209

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

HARE KRISHNA SCHOOL

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Equity at 1 January		697,265	697,265	656,912
Total comprehensive revenue and expense for the year		(35,682)	(46,348)	35,209
Contribution - Furniture and Equipment Grant		-	-	5,144
Equity at 31 December		661,583	650,917	697,265
Accumulated comprehensive revenue and expense		661,583	650,917	697,265
Equity at 31 December		661,583	650,917	697,265

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.

HARE KRISHNA SCHOOL

Statement of Financial Position

As at 31 December 2023

	Notes	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Current Assets				
Cash and Cash Equivalents	8	89,420	318,529	316,946
Accounts Receivable	9	81,105	63,504	90,897
GST Receivable		26,323	4,822	4,822
Prepayments		550	3,239	3,239
Investments	10	120,731	50,000	50,000
		<u>318,129</u>	<u>440,094</u>	<u>465,904</u>
Current Liabilities				
Accounts Payable	12	101,625	88,923	88,922
Revenue Received in Advance	13	3,854	-	-
Finance Lease Liability	14	6,295	6,295	2,912
Funds held in Trust	15	375	300	300
		<u>112,149</u>	<u>95,518</u>	<u>92,134</u>
Working Capital Surplus/(Deficit)		205,980	344,576	373,770
Non-current Assets				
Property, Plant and Equipment	11	461,772	314,881	327,836
		<u>461,772</u>	<u>314,881</u>	<u>327,836</u>
Non-current Liabilities				
Finance Lease Liability	14	6,169	8,540	4,341
		<u>6,169</u>	<u>8,540</u>	<u>4,341</u>
Net Assets		<u><u>661,583</u></u>	<u><u>650,917</u></u>	<u><u>697,265</u></u>
Equity		<u><u>661,583</u></u>	<u><u>650,917</u></u>	<u><u>697,265</u></u>

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

HARE KRISHNA SCHOOL

Statement of Cash Flows

For the year ended 31 December 2023

	Note	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Cash flows from Operating Activities				
Government Grants		700,419	611,692	628,434
Locally Raised Funds		144,009	120,544	82,693
Goods and Services Tax (net)		(21,501)	(460)	(460)
Payments to Employees		(311,596)	(302,491)	(267,047)
Payments to Suppliers		(475,728)	(362,009)	(367,267)
Interest Paid		(1,148)	(500)	(466)
Interest Received		12,989	1,055	2,846
Net cash from/(to) Operating Activities		47,444	67,831	78,733
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		-	-	30,145
Purchase of Property Plant & Equipment (and Intangibles)		(199,030)	(43,550)	(16,215)
Purchase of Investments		(70,731)	(50,000)	-
Proceeds from Sale of Investments		-	-	126
Net cash from/(to) Investing Activities		(269,761)	(93,550)	14,056
Cash flows from Financing Activities				
Furniture and Equipment Grant		-	-	5,144
Finance Lease Payments		(5,284)	(2,912)	(3,457)
Funds Administered on Behalf of Other Parties		75	-	-
Net cash from/(to) Financing Activities		(5,209)	(2,912)	1,687
Net increase/(decrease) in cash and cash equivalents		(227,526)	(28,631)	94,476
Cash and cash equivalents at the beginning of the year	8	316,946	347,160	222,470
Cash and cash equivalents at the end of the year	8	89,420	318,529	316,946

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.

HARE KRISHNA SCHOOL

Notes to the Financial Statements

For the year ended 31 December 2023

1. Statement of Accounting Policies

a) Reporting Entity

HARE KRISHNA 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 2023 to 31 December 2023 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

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

Financial Reporting Standards Applied

The Education and Training Act 2020 requires the School, as a Crown entity, to prepare financial statements in accordance with generally accepted accounting practice. The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand, applying Public Sector Public Benefit Entity (PBE) Standards Reduced Disclosure Regime as appropriate to public benefit entities that qualify for Tier 2 reporting. The school is considered a Public Benefit Entity as it meets the criteria specified as 'having a primary objective to provide goods and/or services for community or social benefit and where any equity has been provided with a view to supporting that primary objective rather than for financial return to equity holders'.

PBE Accounting Standards Reduced Disclosure Regime

The School qualifies for Tier 2 as the school is not publicly accountable and is not considered large as it falls below the 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.

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 14. Future operating lease commitments are disclosed in note 19.

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 Proprietor. 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. This expense is based on an assumed market rental yield on the land and buildings as used for rating purposes.

This is a non-cash revenue that is offset by a non-cash expense. The use of land and buildings grants and associated expenditure are recorded in the period the School uses the land and buildings.

Other Grants where conditions exist

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

h) 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:

Furniture and equipment	10 years
Information and communication technology	4 years
Motor vehicles	5-10 years
Leased assets held under a Finance Lease	Term of Lease
Library resources	12.5% Diminishing value

i) 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 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.

j) 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.

k) 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.

l) Revenue Received in Advance

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

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

m) 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.

n) 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 and finance lease liability. Financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and any gain or loss on derecognition are recognised in surplus or deficit.

o) 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.

p) Budget Figures

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

q) Services received in-kind

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

2. Government Grants

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Government Grants - Ministry of Education	669,289	564,215	630,272
Teachers' Salaries Grants	968,027	735,226	825,802
	1,637,316	1,299,441	1,456,074

The school has opted in to the donations scheme for this year. Total amount received was \$18,957.

3. Locally Raised Funds

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

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Revenue			
Donations & Bequests	15,670	2,000	6,705
Fees for Extra Curricular Activities	11,420	13,000	3,032
Trading	60,965	61,600	23,600
Fundraising & Community Grants	6,366	2,500	16,466
Other Revenue	52,554	45,000	36,446
	146,975	124,100	86,249
Expense			
Extra Curricular Activities Costs	4,145	-	4,700
Trading	61,165	60,200	42,957
Fundraising and Community Grant Costs	1,147	-	-
	66,457	60,200	47,657
<i>Surplus/ (Deficit) for the year Locally Raised Funds</i>	80,518	63,900	38,592

4. Learning Resources

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Curricular	33,833	24,700	34,761
Equipment Repairs	3,402	800	2,876
Library Resources	734	650	604
Employee Benefits - Salaries	1,119,506	905,026	913,839
Staff Development	6,194	6,000	8,298
Depreciation	73,689	67,000	71,610
	1,237,358	1,004,176	1,031,988

5. Administration

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Audit Fees	5,846	5,800	5,675
Board Fees	2,430	3,500	1,850
Board Expenses	18,560	4,300	6,433
Communication	4,015	2,900	2,721
Consumables	17,546	8,850	12,881
Other	9,551	7,100	11,119
Employee Benefits - Salaries	109,127	90,700	111,712
Insurance	1,764	1,200	890
Service Providers, Contractors and Consultancy	8,817	8,620	9,060
	<u>177,656</u>	<u>132,970</u>	<u>162,341</u>

6. Property

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Caretaking and Cleaning Consumables	12,258	8,200	9,859
Cyclical Maintenance	4,439	5,000	5,040
Grounds	8,401	4,000	7,722
Heat, Light and Water	10,094	6,300	8,283
Repairs and Maintenance	36,573	10,800	17,968
Use of Land and Buildings	310,592	186,048	203,525
Security	-	500	957
Employee Benefits - Salaries	51,535	43,800	41,713
	<u>433,892</u>	<u>264,648</u>	<u>295,067</u>

The use of land and buildings figure represents 8% of the school's total property value. This is used as a 'proxy' for the market rental of the property.

7. Other Expense

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
Transport	222,879	179,600	174,699
	<u>222,879</u>	<u>179,600</u>	<u>174,699</u>

8. Cash and Cash Equivalents

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Bank Accounts	89,420	318,529	316,946
Cash and cash equivalents for Statement of Cash Flows	<u>89,420</u>	<u>318,529</u>	<u>316,946</u>

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

Of the \$89,420 Cash and Cash Equivalents, \$3,854 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.

9. Accounts Receivable

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Receivables	-	556	556
Interest Receivable	1,521	262	262
Banking Staffing Underuse	-	-	27,393
Teacher Salaries Grant Receivable	79,584	62,686	62,686
	<u>81,105</u>	<u>63,504</u>	<u>90,897</u>
Receivables from Exchange Transactions	1,521	818	818
Receivables from Non-Exchange Transactions	79,584	62,686	90,079
	<u>81,105</u>	<u>63,504</u>	<u>90,897</u>

10. Investments

The School's investment activities are classified as follows:

	2023 Actual	2023 Budget (Unaudited)	2022 Actual
	\$	\$	\$
Current Asset			
Short-term Bank Deposits	120,731	50,000	50,000
	<u>120,731</u>	<u>50,000</u>	<u>50,000</u>

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2023	\$	\$	\$	\$	\$	\$
Furniture and Equipment	102,134	19,054	-	-	(14,230)	106,958
Information and Communication Technology	12,187	24,977	-	-	(11,261)	25,903
Motor Vehicles	194,623	155,000	-	-	(41,127)	308,496
Leased Assets	6,933	10,495	-	-	(5,814)	11,615
Library Resources	11,959	3,521	(5,423)	-	(1,257)	8,800
Balance at 31 December 2023	<u>327,836</u>	<u>213,047</u>	<u>(5,423)</u>	<u>-</u>	<u>(73,689)</u>	<u>461,772</u>

The net carrying value of ICT equipment held under a finance lease is \$11,615 (2022: \$6,933)

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.

	2023	2023	2023	2022	2022	2022
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Furniture and Equipment	156,088	(49,130)	106,958	165,853	(63,719)	102,134
Information and Communication Technology	82,756	(56,853)	25,903	57,780	(45,593)	12,187
Motor Vehicles	572,299	(263,803)	308,496	456,719	(262,096)	194,623
Leased Assets	18,785	(7,170)	11,615	11,110	(4,177)	6,933
Library Resources	21,788	(12,988)	8,800	33,425	(21,466)	11,959
Balance at 31 December 2023	851,716	(389,944)	461,772	724,887	(397,051)	327,836

12. Accounts Payable

	2023	2023	2022
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Creditors	9,825	14,736	14,736
Accruals	5,846	5,675	5,675
Employee Entitlements - Salaries	79,584	62,687	62,686
Employee Entitlements - Leave Accrual	6,370	5,825	5,825
	101,625	88,923	88,922

Payables for Exchange Transactions

101,625 88,923 88,922

The carrying value of payables approximates their fair value.

101,625 88,923 88,922

13. Revenue Received in Advance

	2023	2023	2022
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Grants in Advance - Ministry of Education	3,854	-	-
	3,854	-	-

14. Finance Lease Liability

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

	2023	2023	2022
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
No Later than One Year	7,162	6,295	3,428
Later than One Year and no Later than Five Years	6,517	10,306	4,673
Future Finance Charges	(1,215)	(1,766)	(848)
	12,464	14,835	7,253
Represented by			
Finance lease liability - Current	6,295	6,295	2,912
Finance lease liability - Non current	6,169	8,540	4,341
	12,464	14,835	7,253

15. Funds held in Trust

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Funds Held in Trust on Behalf of Third Parties - Current	375	300	300
	375	300	300
	375	300	300

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.

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

The Proprietor of the School International Society of Krishna Consciousness Inc. is a related party of the School Board because the proprietor appoints representatives to the School Board, giving the proprietor significant influence over the School Board. Any services or contributions between the School Board and Proprietor have been disclosed appropriately. If the proprietor collects fund on behalf of the school (or vice versa), the amounts are disclosed.

The Proprietor provides land and buildings free of charge for use by the School Board as noted in Note 1(c). The estimated value of this use during the current period is included in the Statement of Comprehensive Revenue and Expense as 'Use of Land and Buildings'.

Under an agency agreement, the School collects funds on behalf of the Proprietor [or vice versa]. These include attendance dues, building levy and special character donations payable to the Proprietor [update as appropriate]. The amounts collected in total were \$39,836 (2022: \$30,579). These do not represent revenue in the financial statements of the school. Any balance not transferred at the year end is treated as a liability. The total funds held by the school on behalf of the proprietor are \$375, (2022: \$300).

17. Remuneration

Key management personnel compensation

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

	2023 Actual \$	2022 Actual \$
<i>Board Members</i> Remuneration	2,430	1,850
<i>Leadership Team</i> Remuneration	220,163	200,183
Full-time equivalent members	2	2
Total key management personnel remuneration	222,593	202,033
	222,593	202,033

There are 8 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 and Property committees that meet quarterly and half yearly 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.

Principal

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

	2023	2022
	Actual	Actual
	\$000	\$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	120-130	90-100
Benefits and Other Emoluments	0-4	0-4
Termination Benefits	-	-

Other Employees

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

	2023	2022
Remuneration	FTE Number	FTE Number
\$000		
100 - 110	1.00	1.00
	<u>1.00</u>	<u>1.00</u>

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

18. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2023 (Contingent liabilities and assets at 31 December 2022: nil).

Holidays Act Compliance – schools payroll

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

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

19. Commitments

(a) Capital Commitments

There are no capital commitments as at 31 December 2023. (Capital Commitments at 31 December 2022: nil)

(b) Operating Commitments

There are no operating commitments as at 31 December 2023. (Operating Commitments at 31 December 2022: nil)

20. Financial Instruments

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

Financial assets measured at amortised cost

	2023 Actual \$	2023 Budget (Unaudited) \$	2022 Actual \$
Cash and Cash Equivalents	89,420	318,529	316,946
Receivables	81,105	63,504	90,897
Investments - Term Deposits	120,731	50,000	50,000
Total financial assets measured at amortised cost	<u>291,256</u>	<u>432,033</u>	<u>457,843</u>

Financial liabilities measured at amortised cost

Payables	101,625	88,923	88,922
Finance Leases	12,464	14,835	7,253
Total financial liabilities measured at amortised cost	<u>114,089</u>	<u>103,758</u>	<u>96,175</u>

21. Events After Balance Date

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

22. Comparatives

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