

Combined Board of Halswell Residential College and Westbridge Residential School



FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

School Address:	Halswell Residential School, 15 Nash Road, Christchurch 8025	Westbridge Residential School, 498a Don Buck Road, Massey, Waikaraka City
School Postal Address:	Halswell Residential School, 15 Nash Road, Christchurch 8025	Westbridge Residential College, PO Box 79-056, Royal Heights, Auckland
School Phone:	03 338 5080	09 832 4918
School Fax:	03 338 5042	09 832 4243
Ministry Number:	522	4157

Combined Board of Halswell Residential College and Westbridge Residential School

Statement of Responsibility

For the year ended 31 December 2015

The Board of Trustees (the Board) has pleasure in presenting the annual report of Combined Board of Halswell Residential College and Westbridge Residential School incorporating the financial statements and the auditor's report, for the year ended 31 December 2015.

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

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

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2015 fairly reflects the financial position and operations of the school.

The School's 2015 financial statements are authorised for issue by the Board Chairperson and the principal.

Lois Chick

Full Name of Board Chairperson

[Signature]

Signature of Board Chairperson

24-6-16

Date:

Janine Michelle Harrington

Full Name of Principal

[Signature]

Signature of Principal

08/06/16

Date:

Paul Engler

Full Name of Principal

[Signature]

Signature of Principal

24-06-2016

Date:

Combined Board of Halswell Residential College and Westbridge Residential School **Statement of Comprehensive Revenue and Expense**

For the year ended 31 December 2015

		2015	2015	2014
	Notes	Actual	Budget	Actual
		\$	(Unaudited)	\$
Revenue				
Government Grants	2	8,237,892	7,074,881	8,121,308
Locally Raised Funds	3	202,574	16,724	447,255
Interest Earned		147,407	112,700	142,144
Gain on Sale of Property, Plant and Equipment		4,874	-	-
		<u>8,592,747</u>	<u>7,204,305</u>	<u>8,710,707</u>
Expenses				
Locally Raised Funds	3	13,968	-	-
Learning Resources	4	5,789,753	6,011,648	6,400,922
Administration	5	910,523	935,648	433,892
Property	6	1,692,860	869,285	1,944,360
Depreciation	7	134,239	172,000	129,175
Loss on Disposal of Property, Plant and Equipment		2,600	-	219
		<u>8,543,943</u>	<u>7,988,581</u>	<u>8,908,568</u>
Net Surplus / (Deficit)		<u>48,804</u>	<u>(784,277)</u>	<u>(197,860)</u>
Total Comprehensive Revenue and Expense for the Year		<u><u>48,804</u></u>	<u><u>(784,277)</u></u>	<u><u>(197,860)</u></u>

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

Combined Board of Halswell Residential College and Westbridge Residential School **Statement of Changes in Net Assets/Equity**

For the year ended 31 December 2015

	Actual 2015 \$	Budget (Unaudited) 2015 \$	Actual 2014 \$
Balance at 1 January	3,259,091	3,259,091	-
Total comprehensive revenue and expense for the year	48,804	(784,277)	(197,860)
Balances transferred to new joint board of trustees	-	-	3,456,951
Equity at 31 December	3,307,895	2,474,814	3,259,091
Retained Earnings	3,307,895	2,474,814	3,259,091
Reserves			
Equity at 31 December	3,307,895	2,474,814	3,259,091

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

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Combined Board of Halswell Residential College and Westbridge Residential School **Statement of Financial Position**

As at 31 December 2015

	Notes	2015 Actual \$	2015 Budget (Unaudited) \$	2014 Actual \$
Current Assets				
Cash and Cash Equivalents	8	732,141	665,007	1,597,283
Accounts Receivable	9	297,064	230,712	230,712
GST Receivable		49,489	29,218	29,218
Prepayments		1,816	6,289	6,289
Investments	10	2,650,565	2,007,280	1,757,280
Funds Owing for Capital Works Projects	17	137,768	136,390	136,390
		<u>3,868,844</u>	<u>3,074,896</u>	<u>3,757,173</u>
Current Liabilities				
Accounts Payable	12	443,191	675,565	675,565
Revenue Received in Advance	13	221,739	-	-
Provision for Cyclical Maintenance	14	106,437	64,068	64,068
Painting Contract Liability - Current Portion	15	-	11,132	11,132
Funds held in Trust	16	194,800	152,141	152,141
Funds held for Capital Works Projects	17	7,316	-	-
		<u>973,482</u>	<u>902,906</u>	<u>902,906</u>
Working Capital Surplus or (Deficit)		<u>2,895,361</u>	<u>2,171,990</u>	<u>2,854,266</u>
Non-current Assets				
Property, Plant and Equipment	11	644,593	615,414	717,413
		<u>644,593</u>	<u>615,414</u>	<u>717,413</u>
Non-current Liabilities				
Retirement Leave		63,813	64,847	64,847
Provision for Cyclical Maintenance	14	168,246	239,124	239,124
Painting Contract Liability	15	-	8,618	8,618
		<u>232,059</u>	<u>312,590</u>	<u>312,589</u>
Net Assets		<u>3,307,895</u>	<u>2,474,814</u>	<u>3,259,091</u>
Equity		<u>3,307,895</u>	<u>2,474,814</u>	<u>3,259,091</u>

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

Combined Board of Halswell Residential College and Westbridge Residential School **Cash Flow Statement**

For the year ended 31 December 2015

	Note	2015 Actual \$	2015 Budget (Unaudited) \$	2014 Actual \$
Cash flows from Operating Activities				
Government Grants		5,534,543	5,211,570	5,195,663
Locally Raised Funds		383,216	62,735	424,405
Goods and Services Tax (net)		(8,824)	3,476	(31,417)
Payments to Employees		(4,310,773)	(4,512,732)	(2,457,442)
Payments to Suppliers		(1,693,892)	(1,357,928)	(2,525,457)
Interest Received		154,171	116,773	103,166
Funds Administered on Behalf of Third Parties		48,597	3,817	15,751
Net cash from / (to) the Operating Activities		107,038	(472,289)	724,669
Cash flows from Investing Activities				
Proceeds from Sale of PPE (and Intangibles)		4,874	-	-
Purchase of PPE (and Intangibles)		(64,019)	(74,194)	(846,806)
Purchase of Investments		(893,285)	(33,761)	(1,757,280)
Proceeds from Sale of Investments		-	-	-
Net cash from / (to) the Investing Activities		(952,430)	(107,955)	(2,604,086)
Cash flows from Financing Activities				
Transfer to new Joint Board of Trustees		-	-	1,794,454
Painting contract payments		(19,749)	-	19,749
Net cash from Financing Activities		(19,749)	-	1,814,203
Net Increase/(decrease) in cash and cash equivalents		(865,141)	(580,244)	(65,214)
Cash and cash equivalents at the beginning of the year	8	1,597,283	1,245,251	1,662,497
Cash and cash equivalents at the end of the year	8	732,142	665,007	1,597,283

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

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

Combined Board of Halswell Residential College and Westbridge Residential School

Notes to the Financial Statements

1. Statement of Accounting Policies

For the year ended 31 December 2015

1.1 Reporting Entity

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

1.2 Basis of Preparation

Reporting Period

The financial reports have been prepared for the period 1 January 2015 to 31 December 2015 and in accordance with the requirements of the Public Finance Act 1989.

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

The School qualifies for Tier 2 as the school is not publicly accountable and is not considered large as it falls below the expenditure threshold of \$30 million per year. All relevant reduced disclosure concessions have been taken. These financial statements are the first set of financial statements presented in accordance with the new PBE accounting standards.

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

In preparing these financial statements the School has made estimates and assumptions concerning the future in regard to asset lives, provisions for cyclical maintenance and impairment of assets. Where these estimates and assumptions are considered critical by the School, they are disclosed in the relevant note below.

1.3 Revenue Recognition

Government Grants Schools

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

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

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

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

Grant

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

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

Interest Revenue

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

1.4 Use of Land and Buildings Expense

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. The School's use of the land and buildings as occupant is based on a property occupancy document as gazetted by the Ministry. The expense is based on an assumed market rental yield on the value of land and buildings as used for rating purposes. This is a non-cash expense that is offset by a non-cash grant from the Ministry.

1.5 Operating Lease Payments

Payments made under operating leases are recognised in the Statement of Comprehensive Revenue and Expense on a straight line basis over the term of the lease.

1.6 Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, bank balances, deposits held at call with banks, and other short term highly liquid investments with original maturities of three months or less, and bank overdrafts. The carrying amount of cash and cash equivalents represent fair value.

1.7 Accounts Receivable

Accounts Receivable represents items that the School has issued invoices for, but has not received payment for at year end. They are initially recorded at fair value and subsequently recorded at the amount the School realistically expects to receive. A provision for impairment of Accounts Receivable is established where there is objective evidence the School will not be able to collect all amounts due according to the original terms of the debt. This impairment loss is the difference between the carrying amount of the receivable and the present value of the amounts expected to be collected and has been included under Other Expenditure in the Statement of Comprehensive Revenue and Expense, if not otherwise shown separately.

1.8 Investments

Share investments held by the School are measured at fair value plus transaction costs. At balance date the School has assessed whether there is any evidence that an investment is impaired. Any impairment, gains or losses are recognised in the Statement of Comprehensive Revenue and Expense.

After initial recognition investments are measured at amortised cost using the effective interest method less impairment.

Share investments held by the School are measured at fair value plus transaction costs. Any gains and losses are recognised in Other Comprehensive Revenue and Expense.

At balance date the School assesses whether there is any objective evidence that an investment is impaired. Any impairment loss is recorded as an expense through surplus or deficit.

The School has met the requirements under section 73 of the Education Act 1989 in relation to the acquisition of securities.

1.9 Property, Plant and Equipment

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

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

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

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

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

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:

Buildings	25 years
Children's Furniture/equipment	10 years
Computer Equipment	5 years
Furniture	10 years
Music Equipment	10 years
Plant & Machinery	10 years
Sports/Gym Equipment	10 years
Vehicles	5 years
Library resources	12.5% Diminishing value

1.10. Impairment of property, plant, and equipment and intangible assets

Combined Board of Halswell Residential College and Westbridge Residential School does not hold any cash generating assets. Assets are considered cash generating where their primary objective is to generate a commercial return.

Non cash generating assets

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

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

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

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

1.11. Accounts Payable

Accounts Payable represents liabilities for goods and services provided to the School prior to the end of the financial year which are unpaid. Accounts Payable are recorded at the amount of cash required to settle those liabilities. The amounts are unsecured and are usually paid within 30 days of recognition.

1.12. Employee Entitlements

Short-term employee entitlements

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

These include salaries and wages accrued up to balance date, annual leave earned to but not yet taken at balance date.

1.13. Revenue Received in Advance

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

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

1.14. Shared Funds

Shared Funds are held on behalf of participating schools within a cluster of schools. The School holds sufficient funds to enable the funds to be used for their intended purpose.

1.15. Provision for Cyclical Maintenance

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

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

1.16. Financial Assets and Liabilities

The School's financial assets comprise cash and cash equivalents, accounts receivable, and investments. All of these financial

assets, except for investments that are shares, are categorised as "loans and receivables" for accounting purposes in accordance with financial reporting standards.

Investments that are shares are categorised as "available for sale" for accounting purposes in accordance with financial reporting standards.

The School's financial liabilities comprise accounts payable, funds held on behalf of the Ministry of Education, and painting contract liability. All of these financial liabilities are categorised as "financial liabilities measured at amortised cost" for accounting purposes in accordance with financial reporting standards.

1.17. 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.

1.18. Budget Figures

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

1.19. 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.

1.20. Reclassification of Expenses

Certain expenses in the 2014 comparative figures have been reclassified in these financial statements from the categories in which they were presented in the 2014 financial statements. The changes have been made to give comparability to the 2015 classifications which are presented in accordance with the requirements of the Kiwi Park School model financial statements, which are now compulsory. These reclassifications have had no effect on the overall surplus as reported in 2014.

2. Government Grants

	2015	2015 Budget (Unaudited)	2014
	Actual \$	\$	Actual \$
Operational grants	4,658,168	4,588,150	4,335,621
Teachers' salaries grants	1,422,042	1,453,696	1,452,197
Use of Land and Buildings grants	1,281,307	409,615	1,473,448
Other MoE Grants	758,941	599,420	860,043
Other government grants	117,433	24,000	-
	<u>8,237,891</u>	<u>7,074,881</u>	<u>8,121,309</u>

3. Locally Raised Funds

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

	2015	2015 Budget (Unaudited)	2014
	Actual \$	\$	Actual \$
Revenue			
Donations	-	100	127
Fundraising	7,211	7,060	22,755
Activities	21,263	1,500	377,852
Other revenue	174,100	8,064	46,520
	<u>202,574</u>	<u>16,724</u>	<u>447,254</u>
Expenses			
Activities	12,621	-	-
Fundraising (costs of raising funds)	1,347	-	-
	<u>13,968</u>	<u>-</u>	<u>-</u>
Surplus for the year Locally raised funds	<u>188,606</u>	<u>16,724</u>	<u>447,254</u>

4. Learning Resources

	2015	2015 Budget (Unaudited)	2014
	Actual \$	\$	Actual \$
Curricular	646,820	527,341	596,717
Equipment repairs	-	5,000	907
Extra-curricular activities	143,958	-	176,562
Employee benefits - salaries	4,944,881	5,431,807	5,611,973
Staff development	54,094	47,500	14,763
	<u>5,789,753</u>	<u>6,011,648</u>	<u>6,400,922</u>

5. Administration

	2015	2015 Budget (Unaudited)	2014
	Actual \$	\$	Actual \$
Audit Fee	13,604	12,610	3,780
Board of Trustees Fees	-	-	2,461
Board of Trustees Expenses	183,733	131,607	108,816
Communication	30,090	41,322	28,810
Consumables	37,016	47,600	61,954
Operating Lease	113,806	58,329	45,456
Other	44,918	59,658	58,771
Employee Benefits - Salaries	462,825	556,432	115,816
Insurance	6,717	12,090	497
Service Providers, Contractors and Consultancy	17,814	16,000	7,531
	<u>910,523</u>	<u>935,648</u>	<u>433,892</u>

6. Property

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Caretaking and Cleaning Consumables	48,425	44,350	10,101
Consultancy and Contract Services	-	-	66,383
Cyclical Maintenance Provision	13,762	55,000	44,798
Adjustment to Cyclical Maintenance Provision	(11,197)	-	-
Grounds	23,522	33,250	30,736
Heat, Light and Water	137,928	147,000	138,016
Other	-	-	19,588
Rates	8,861	8,420	10,106
Repairs and Maintenance	136,392	117,950	103,922
Use of Land and Buildings - Non-Integrated	1,281,307	409,615	1,473,448
Security	11,185	8,700	-
Employee Benefits - Salaries	42,675	45,000	47,262
	<u>1,692,860</u>	<u>869,285</u>	<u>1,944,360</u>

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

7. Depreciation of Property, Plant and Equipment

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Building Improvements - Crown	10,838	14,049	10,015
Furniture and Equipment	49,460	63,528	54,210
Information and Communication Technology	19,916	25,466	20,551
Motor Vehicles	52,873	67,258	43,122
Library Resources	1,152	1,699	1,276
	<u>134,239</u>	<u>172,000</u>	<u>129,174</u>

8. Cash and Cash Equivalents

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Cash on Hand	2,000	800	800
Bank Current Account	389,521	164,207	430,168
Pupil Trust Funds	-	-	8,906
Bank Call Account	40,620	300,000	401,116
Short-term Bank Deposits with a Maturity of Three Months or Less	300,000	200,000	756,293
Net cash and cash equivalents and bank overdraft for Cash Flow Statement	<u>732,141</u>	<u>665,007</u>	<u>1,597,283</u>

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

9. Accounts Receivable

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Debtors	64,330	26,263	26,263
Banked staffing receivable	36,627	-	-
Interest Accrued	32,215	38,979	38,979
Teacher Salaries Grant Receivable	163,892	165,470	165,470
	<u>297,064</u>	<u>230,712</u>	<u>230,712</u>
Receivables from Exchange Transactions	133,172	65,242	65,242
Receivables from Non-Exchange Transactions	163,892	165,470	165,470
	<u>297,064</u>	<u>230,712</u>	<u>230,712</u>

10. Investments

The School's investment activities are classified as follows:

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Current Asset			
Short-term Bank Deposits with Maturities Greater than Three Months and No Greater than One Year	2,650,565	2,007,280	1,757,280

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2015	\$	\$	\$	\$	\$	\$
Building Improvements	238,202	3,493	-	-	(10,838)	230,857
Furniture and Equipment	230,282	54,992	(2,600)	-	(49,461)	233,213
Information and Communication Technology	51,238	5,264	-	-	(19,914)	36,588
Motor Vehicles	186,050	-	(10)	-	(52,873)	133,167
Library Resources	11,641	280	-	-	(1,153)	10,768
Balance at 31 December 2015	717,413	64,029	(2,610)	-	(134,239)	644,593

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2015	\$	\$	\$
Building Improvements	327,305	(96,448)	230,857
Furniture and Equipment	1,216,644	(983,431)	233,213
Information and Communication Technology	296,367	(259,779)	36,588
Motor Vehicles	356,877	(223,710)	133,167
Leased Assets	30,428	(30,428)	-
Library Resources	79,749	(68,981)	10,768
Balance at 31 December 2015	2,307,370	(1,662,777)	644,593

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2014	\$	\$	\$	\$	\$	\$
Building Improvements	222,890	25,328	-	-	(10,016)	238,202
Furniture and Equipment	257,360	27,132	-	-	(54,210)	230,282
Information and Communication Technology	60,937	10,853	-	-	(20,552)	51,238
Motor Vehicles	151,084	78,087	-	-	(43,121)	186,050
Library Resources	10,366	2,770	(220)	-	(1,275)	11,641
Work in Progress	-	-	-	-	-	-
Balance at 31 December 2014	702,637	144,170	(220)	-	(129,174)	717,413

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2014	\$	\$	\$
Building Improvements	323,813	(85,611)	238,202
Furniture and Equipment	1,171,384	(941,102)	230,282
Information and Communication Technology	306,127	(254,889)	51,238
Motor Vehicles	383,930	(197,880)	186,050
Leased Assets	30,428	(30,428)	-
Library Resources	79,470	(67,829)	11,641
Balance at 31 December 2014	2,295,152	(1,577,739)	717,413

12. Accounts Payable

	2015	2015	2014
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Operating Creditors	95,257	87,949	87,949
Employee Benefits Payable - Salaries	204,566	488,069	488,069
Employee Benefits Payable - Leave Accrual	143,368	99,547	99,547
	<u>443,191</u>	<u>675,565</u>	<u>675,565</u>
Payables for Exchange Transactions	443,191	675,565	675,565
	<u>443,191</u>	<u>675,565</u>	<u>675,565</u>

The carrying value of payables approximates their fair value.

13. Revenue Received in Advance

	2015	2015	2014
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Other	221,739	-	-
	<u>221,739</u>	<u>-</u>	<u>-</u>

14. Provision for Cyclical Maintenance

	2015	2015	2014
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Provision at the Start of the Year	303,192	269,950	269,950
Increase to the Provision During the Year	13,762	44,798	44,798
Use of the Provision During the Year	(42,271)	(11,556)	(11,556)
Provision at the End of the Year	<u>274,683</u>	<u>303,192</u>	<u>303,192</u>
Cyclical Maintenance - Current	106,437	64,068	64,068
Cyclical Maintenance - Term	168,246	239,124	239,124
	<u>274,683</u>	<u>303,192</u>	<u>303,192</u>

The Board has a cash management plan to ensure that sufficient cash is available to meet all maintenance obligations as they fall due over the next 10 years. The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligations at 31 December 2015. Present obligations are identified in the school's current 10-year property plan approved by the Ministry of Education. The provision has not been adjusted for inflation and the time value of money.

15. Painting Contract Liability

	2015	2015	2014
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Current Liability	-	-	11,132
Non Current Liability	-	-	8,618
	<u>-</u>	<u>-</u>	<u>19,750</u>

The Board had signed 3 agreements with Programmed Maintenance Services Ltd (the contractor) for agreed programmes of work covering periods of 6 to 9 years for the various contracts. The programmes provided for an interior and exterior repaint of some of the Ministry owned buildings, with regular maintenance in subsequent years. The remaining agreement has an annual commitment of \$11,132. 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. This contract has now been terminated.

16. Funds held in Trust

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Funds Held on Behalf of Third Parties	194,800	152,141	152,141
	<u>194,800</u>	<u>152,141</u>	<u>152,141</u>

These funds are held in trust for: Pupil Funds

17. Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects:

	2015	Opening Balances	Receipts /Income from MOE	Payments/ Expenses	Transfers to R&M/ PPE	Closing Balances
		\$	\$	\$	\$	\$
Hardstand Court	<i>In Progress</i>	(5,730)	-	-	-	(5,730)
Pool Changing Facility	<i>In Progress</i>	(1,362)	-	-	-	(1,362)
Female Toilets	<i>In Progress</i>	(14,391)	-	-	-	(14,391)
Unlimited Sound Proofing	<i>In Progress</i>	(7,640)	-	-	-	(7,640)
Admin upgrade	<i>In Progress</i>	(87,677)	-	-	-	(87,677)
Extra carpark	<i>In Progress</i>	(20,968)	-	-	-	(20,968)
Villa redevelopment	<i>In Progress</i>	1,378	-	-	-	1,378
Roof Replacement Block 1,4,5,D1	<i>In Progress</i>	-	170,631	164,693	-	5,938
		<u>(136,390)</u>	<u>170,631</u>	<u>164,693</u>	<u>-</u>	<u>(130,452)</u>
Represented by:						
Funds Held on Behalf of the Ministry of Education						(137,768)
Funds Due from the Ministry of Education						<u>7,316</u>
						<u>(130,452)</u>

	2014	Balances transferred from previous Board	Receipts /Income from MOE	Payments/ Expenses	Transfers to R&M/ PPE	Closing Balances
		\$	\$	\$	\$	\$
Hardstand Court	<i>In Progress</i>	(5,729)	-	-	-	(5,730)
Pool Changing Facility	<i>In Progress</i>	(1,362)	-	-	-	(1,362)
Female Toilets	<i>In Progress</i>	(14,391)	-	-	-	(14,391)
Unlimited Sound Proofing	<i>In Progress</i>	(7,640)	-	-	-	(7,640)
Admin upgrade	<i>In Progress</i>	(87,677)	-	-	-	(87,677)
Extra carpark	<i>In Progress</i>	(20,968)	-	-	-	(20,968)
Villa redevelopment	<i>In Progress</i>	1,378	-	-	-	1,378
Totals		<u>(136,389)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(136,390)</u>

17. Funds Held on Behalf of Futures West

Westbridge Residential School is the lead school and holds funds on behalf of Futures West, a group of schools funded by the Ministry of Education to share Student development.

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Funds Held at Beginning of the Year	76,605	-	72,788
Funds Received from MoE	-	-	3,817
Funds Held at Year End	<u>76,605</u>	<u>-</u>	<u>76,605</u>

19. 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.

20. Remuneration

Key management personnel compensation

Key management personnel of the School include all trustees of the Board, Principal, Associate Principals, the Executive Officer, Residential Managers and Team Leaders.

	2015 Actual	2014 Actual
	\$	\$
Salaries and Other Short-term Employee Benefits (11.15 FTEs)	981,871	972,305
	<u>981,871</u>	<u>972,305</u>

Board of Trustee and Committee Members

The total value of the remuneration disclosed above which was paid or payable to trustees of the Board and Committee members was as follows:

		2015 Actual	2014 Actual
		\$	\$
Board of Trustees (FTEs)	0.75	28,324	52,719
Commissioner Fees		-	2,461
Committee Members		-	-
		<u>28,324</u>	<u>55,180</u>

Principal

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

	2015 Actual	2014 Actual
	\$000	\$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments - Principal (Halswell Residential)	150-160	100-120
Salary and Other Payments - Principal (Westbridge Residential)	120-130	120-130
Benefits and Other Emoluments - Principal (Halswell Residential)	3-4	-

Other Employees

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

Remuneration \$000	2015 FTE Number	2014 FTE Number
110 - 120	-	-
100 - 110	1	-
	<u>-</u>	<u>-</u>

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

21. Compensation and Other Benefits Upon Leaving

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

	2015 Actual	2014 Actual
Total \$	\$ -	\$ -
Number of People	0	0

22. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2015 (Contingent liabilities and assets at 31 December 2014: nil).

23. Commitments

(a) Capital Commitments

Capital commitments as at 31 December 2015: nil

Capital commitments as at 31 December 2014: nil

(b) Operating Commitments

As at 31 December 2015 the Board has entered into the following contracts:

Operating lease of photocopier and laptops

	Actual \$	Actual \$
No later than One Year	22,443	54,031
Later than One Year and No Later than Five Years	9,961	34,455
	<u>32,404</u>	<u>88,486</u>

24. Managing Capital

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

25. Financial Instruments

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

Cash and receivables	2015 Actual \$	2015 Budget (Unaudited) \$	2014 Actual \$
Cash and Cash Equivalents	732,141	665,007	1,597,283
Receivables	297,064	230,712	230,712
Investments - Term Deposits	2,650,565	2,007,280	1,757,280
Total Cash and Receivables	<u>3,679,770</u>	<u>2,902,999</u>	<u>3,585,275</u>
Financial liabilities measured at amortised cost			
Payables	443,191	675,565	675,565
Painting Liability	-	-	19,750
Total Financial Liabilities Measured at Amortised Cost	<u>443,191</u>	<u>675,565</u>	<u>695,315</u>

26. Events After Balance Date

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

Halswell Residential School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2015

	Notes	2015 Actual \$	2015 Budget (Unaudited) \$	2014 Actual \$
Revenue				
Government Grants	2	4,203,606	3,188,346	4,344,971
Locally Raised Funds	3	174,100	8,064	46,521
Interest Earned		47,414	12,700	53,026
Gain on Sale of Property, Plant and Equipment		4,874	-	-
		<u>4,429,994</u>	<u>3,209,110</u>	<u>4,444,518</u>
Expenses				
Learning Resources	4	3,070,217	3,000,586	3,249,183
Administration	5	490,311	625,628	176,521
Property	6	1,059,058	283,700	1,349,975
Depreciation	7	85,420	100,000	82,774
Loss on Disposal of Property, Plant and Equipment		-	-	-
		<u>4,705,006</u>	<u>4,009,914</u>	<u>4,858,453</u>
Net (Deficit) / Surplus		(275,012)	(800,805)	(413,934)
Total Comprehensive Revenue and Expense for the Year		<u>(275,012)</u>	<u>(800,805)</u>	<u>(413,934)</u>

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

Halswell Residential School
Statement of Changes in Net Assets/Equity
For the year ended 31 December 2015

	Actual 2015 \$	Budget (Unaudited) 2015 \$	Actual 2014 \$
Balance at 1 January	1,248,562	1,248,562	-
Balance transferred from previous Board	-	-	1,662,497
Total comprehensive revenue and expense for the year	(275,012)	(800,805)	(413,934)
Equity at 31 December	973,551	447,758	1,248,562
Retained Earnings	973,551	447,758	1,248,562
Equity at 31 December	973,551	447,758	1,248,562

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

Halswell Residential School
Statement of Financial Position
As at 31 December 2015

	Notes	2015 Actual \$	2015 Budget (Unaudited) \$	2014 Actual \$
Current Assets				
Cash and Cash Equivalents	8	315,803	451,956	1,152,760
Accounts Receivable	9	168,284	104,565	104,565
GST Receivable		8,268	15,425	15,425
Prepayments		1,816	6,289	6,289
Investments	10	463,925	-	-
Funds Owning for Capital Works Projects	16	136,390	136,390	136,390
		<u>1,094,487</u>	<u>714,625</u>	<u>1,415,429</u>
Current Liabilities				
Accounts Payable	12	157,637	322,694	322,694
Provision for Cyclical Maintenance	13	43,962	64,068	64,068
Painting Contract Liability - Current Portion	14	-	11,132	11,132
Funds held in Trust	15	118,195	75,536	75,536
		<u>319,794</u>	<u>473,430</u>	<u>473,430</u>
Working Capital Surplus or (Deficit)		<u>774,692</u>	<u>241,194</u>	<u>941,999</u>
Non-current Assets				
Property, Plant and Equipment	11	357,978	341,467	441,466
		<u>357,978</u>	<u>341,467</u>	<u>441,466</u>
Non-current Liabilities				
Retirement Leave		63,813	64,847	64,847
Provision for Cyclical Maintenance	13	95,306	61,438	61,438
Painting Contract Liability	14	-	8,618	8,618
		<u>159,119</u>	<u>134,904</u>	<u>134,903</u>
Net Assets		<u>973,551</u>	<u>447,758</u>	<u>1,248,562</u>
Equity		<u>973,551</u>	<u>447,758</u>	<u>1,248,562</u>

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

Halswell Residential School
Cash Flow Statement
For the year ended 31 December 2015

	Note	2015 Actual \$	2015 Budget (Unaudited) \$	2014 Actual \$
Cash flows from Operating Activities				
Government Grants		2,731,574	2,530,638	2,578,487
Locally Raised Funds		112,810	8,064	46,423
Goods and Services Tax (net)		7,156	-	(15,425)
Payments to Employees		(2,451,699)	(2,470,539)	(2,146,487)
Payments to Suppliers		(842,920)	(781,667)	(457,366)
Interest Received		44,196	12,700	49,975
Funds Administered on Behalf of Third Parties		42,659	-	(60,854)
Net cash from / (to) the Operating Activities		(356,225)	(700,805)	(5,246)
Cash flows from Investing Activities				
Proceeds from Sale of PPE (and Intangibles)		4,874	-	-
Purchase of PPE (and Intangibles)		(1,932)	-	(524,239)
Purchase of Investments		(463,925)	-	-
Net cash from / (to) the Investing Activities		(460,982)	-	(524,239)
Cash flows from Financing Activities				
Painting contract payments		(19,749)	-	19,749
Net cash from Financing Activities		(19,749)	-	19,749
Net increase/(decrease) in cash and cash equivalents		(836,957)	(700,805)	(509,736)
Cash and cash equivalents at the beginning of the year	8	1,152,760	1,152,760	1,662,497
Cash and cash equivalents at the end of the year	8	315,803	451,956	1,152,761

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

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

2. Government Grants

	2015	2015	2014
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Operational grants	1,933,492	1,931,218	1,949,595
Teachers' salaries grants	657,708	657,708	677,433
Use of Land and Buildings grants	814,324	-	1,089,051
Other MoE Grants	758,941	599,420	628,893
Other government grants	39,140	-	-
	<u>4,203,606</u>	<u>3,188,346</u>	<u>4,344,971</u>

3. Locally Raised Funds

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

	2015	2015	2014
	Actual	Budget	Actual
	\$	(Unaudited)	\$
<i>Revenue</i>			
Donations			
Fundraising			
Activities			
Other revenue	174,100	8,064	46,521
Trading			
Curriculum Recoveries			
	<u>174,100</u>	<u>8,064</u>	<u>46,521</u>
<i>Surplus for the year Locally raised funds</i>	<u>174,100</u>	<u>8,064</u>	<u>46,521</u>

4. Learning Resources

	2015	2015	2014
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Curricular	222,804	286,071	212,592
Equipment repairs	-	5,000	907
Extra-curricular activities	143,958	-	-
Employee benefits - salaries	2,683,048	2,687,015	3,035,684
Staff development	20,407	22,500	-
	<u>3,070,217</u>	<u>3,000,586</u>	<u>3,249,183</u>

5. Administration

	2015	2015	2014
	Actual	Budget	Actual
	\$	(Unaudited)	\$
Audit Fee	7,137	7,110	-
Board of Trustees Expenses	79,893	75,807	63,182
Communication	20,820	25,222	20,146
Consumables	15,498	19,100	37,179
Operating Lease	15,721	15,999	9,131
Other	19,438	26,018	46,883
Employee Benefits - Salaries	319,083	441,232	-
Insurance	6,064	9,140	-
Service Providers, Contractors and Consultancy	6,657	6,000	-
	<u>490,311</u>	<u>625,628</u>	<u>176,521</u>

6. Property

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Caretaking and Cleaning Consumables	37,686	33,400	19,588
Cyclical Maintenance Provision	13,762	25,000	-
Grounds	18,250	26,800	26,783
Heat, Light and Water	93,218	104,650	100,545
Rates	8,842	8,400	10,086
Repairs and Maintenance	72,976	85,450	103,922
Use of Land and Buildings - Non-Integrated	814,324	-	1,089,051
	<u>1,059,058</u>	<u>283,700</u>	<u>1,349,975</u>

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

7. Depreciation of Property, Plant and Equipment

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Building Improvements - Crown	6,363	7,449	5,570
Furniture and Equipment	30,980	36,268	38,090
Information and Communication Technology	12,830	15,020	12,730
Motor Vehicles	35,247	41,263	26,384
	<u>85,420</u>	<u>100,000</u>	<u>82,774</u>

8. Cash and Cash Equivalents

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Cash on Hand	1,700	500	500
Bank Current Account	307,734	451,456	1,152,260
Bank Call Account	6,369	-	-
Net cash and cash equivalents and bank overdraft for Cash Flow Statement	<u>315,803</u>	<u>451,956</u>	<u>1,152,760</u>

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

9. Accounts Receivable

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Debtors	61,388	98	98
Interest Accrued	6,270	3,052	3,052
Teacher Salaries Grant Receivable	100,626	101,415	101,415
	<u>168,284</u>	<u>104,565</u>	<u>104,565</u>
Receivables from Exchange Transactions	67,658	3,150	3,150
Receivables from Non-Exchange Transactions	100,626	101,415	101,415
	<u>168,284</u>	<u>104,565</u>	<u>104,565</u>

10. Investments

The School's investment activities are classified as follows:

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Current Asset			
Short-term Bank Deposits with Maturities Greater than Three Months and No Greater than One Year	463,925	-	-

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2015	\$	\$	\$	\$	\$	\$
Building Improvements	151,036	1,942	-	-	(6,363)	146,615
Furniture and Equipment	130,160	-	-	-	(30,980)	99,180
Information and Communication Technology	29,243	-	-	-	(12,830)	16,413
Motor Vehicles	131,027	-	(10)	-	(35,247)	95,770
Balance at 31 December 2015	441,466	1,942	(10)	-	(85,420)	357,978

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2015	\$	\$	\$
Building Improvements	204,512	(57,897)	146,615
Furniture and Equipment	985,785	(886,605)	99,180
Information and Communication Technology	241,418	(225,005)	16,413
Motor Vehicles	249,501	(153,731)	95,770
Leased Assets	30,428	(30,428)	-
Library Resources	51,960	(51,960)	-
Balance at 31 December 2015	1,763,604	(1,405,626)	357,978

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2014	\$	\$	\$	\$	\$	\$
Building Improvements	131,278	25,328	-	-	(5,570)	151,036
Furniture and Equipment	168,250	-	-	-	(38,090)	130,160
Information and Communication Technology	37,758	4,215	-	-	(12,730)	29,243
Motor Vehicles	98,324	59,087	-	-	(26,384)	131,027
Balance at 31 December 2014	435,610	88,630	-	-	(82,774)	441,466

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2014	\$	\$	\$
Building Improvements	202,571	(51,535)	151,036
Furniture and Equipment	985,786	(855,626)	130,160
Information and Communication Technology	241,418	(212,175)	29,243
Motor Vehicles	276,554	(145,527)	131,027
Leased Assets	30,428	(30,428)	-
Library Resources	51,960	(51,960)	-
Balance at 31 December 2014	1,788,717	(1,347,251)	441,466

12. Accounts Payable

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Operating Creditors	16,337	74,361	74,361
Employee Benefits Payable - Salaries	141,300	248,333	248,333
	<u>157,637</u>	<u>322,694</u>	<u>322,694</u>
Payables for Exchange Transactions	157,637	322,694	322,694
	<u>157,637</u>	<u>322,694</u>	<u>322,694</u>

The carrying value of payables approximates their fair value.

13. Provision for Cyclical Maintenance

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Provision at the Start of the Year	125,506	128,912	128,912
Increase to the Provision During the Year	13,762	-	-
Use of the Provision During the Year	-	(3,406)	(3,406)
Provision at the End of the Year	<u>139,268</u>	<u>125,506</u>	<u>125,506</u>
Cyclical Maintenance - Current	43,962	64,068	64,068
Cyclical Maintenance - Term	95,306	61,438	61,438
	<u>139,268</u>	<u>125,506</u>	<u>125,506</u>

The Board has a cash management plan to ensure that sufficient cash is available to meet all maintenance obligations as they fall due over the next 10 years. The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligations at 31 December 2015. Present obligations are identified in the school's current 10-year property plan approved by the Ministry of Education. The provision has not been adjusted for inflation and the time value of money.

14. Painting Contract Liability

	2015	2015	2014
	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Current Liability	-	11,132	11,132
Non Current Liability	-	8,618	8,618
	<u>-</u>	<u>19,750</u>	<u>19,750</u>

The Board had signed 3 agreements with Programmed Maintenance Services Ltd (the contractor) for agreed programmes of work covering periods of 6 to 9 years for the various contracts. The programmes provided for an interior and exterior repaint of some of the Ministry owned buildings, with regular maintenance in subsequent years. The remaining agreement has an annual commitment of \$11,132. 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. This contract has now been terminated.

15. Funds held in Trust

	2015 Actual \$	2015 Budget (Unaudited) \$	2014 Actual \$
Funds Held on Behalf of Third Parties	118,195	75,536	75,536
	<u>118,195</u>	<u>75,536</u>	<u>75,536</u>

These funds are held in trust for: Pupil Funds

16. 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:

	2015	Opening Balances \$	Receipts /Income from MOE \$	Payments/ Expenses \$	Transfers to R&M/ PPE \$	Closing Balances \$
Hardstand Court	<i>In Progress</i>	(5,730)	-	-	-	(5,730)
Pool Changing Facility	<i>In Progress</i>	(1,362)	-	-	-	(1,362)
Female Toilets	<i>In Progress</i>	(14,391)	-	-	-	(14,391)
Unlimited Sound Proofing	<i>In Progress</i>	(7,640)	-	-	-	(7,640)
Admin upgrade	<i>In Progress</i>	(87,677)	-	-	-	(87,677)
Extra carpark	<i>In Progress</i>	1,378	-	-	-	1,378
Villa redevelopment	<i>In Progress</i>	(20,968)	-	-	-	(20,968)
		<u>(136,390)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(136,390)</u>

Represented by:

Funds Held on Behalf of the Ministry of Education

Funds Due from the Ministry of Education

(136,390)

(136,390)

	2014	Balances transferred from previous Board \$	Receipts /Income from MOE \$	Payments/ Expenses \$	Transfers to R&M/ PPE \$	Closing Balances \$
Hardstand Court	<i>In Progress</i>	(5,730)	-	-	-	(5,730)
Pool Changing Facility	<i>In Progress</i>	(1,362)	-	-	-	(1,362)
Female Toilets	<i>In Progress</i>	(14,391)	-	-	-	(14,391)
Unlimited Sound Proofing	<i>In Progress</i>	(7,640)	-	-	-	(7,640)
Admin upgrade	<i>In Progress</i>	(87,677)	-	-	-	(87,677)
Extra carpark	<i>In Progress</i>	1,378	-	-	-	1,378
Villa redevelopment	<i>In Progress</i>	(20,968)	-	-	-	(20,968)
Totals		<u>(136,390)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(136,390)</u>

17. 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.

18. Remuneration

Key management personnel compensation

Key management personnel of the School include all trustees of the Board, Principal, Associate Principals, the Executive Officer, Residential Managers and Team Leaders.

	2015 Actual	2014 Actual
Salaries and Other Short-term Employee Benefits (9.75 FTEs)	\$ 835,688	\$ 757,874
	<u>835,688</u>	<u>757,874</u>

Board of Trustee and Committee Members

The total value of the remuneration disclosed above which was paid or payable to trustees of the Board and Committee members was as follows:

	2015 Actual	2014 Actual
Board of Trustees (FTEs) 0.75	\$	\$
Committee Members	28,324	7,085
	<u>28,324</u>	<u>7,085</u>

Principal

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

	2015 Actual	2014 Actual
Salaries and Other Short-term Employee Benefits:	\$000	\$000
Salary and Other Payments - Principal 1	150-160	100-120
Benefits and Other Emoluments - Principal 1	3-4	-

Other Employees

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

Remuneration \$000	2015 FTE Number	2014 FTE Number
110 - 120	-	-
100 - 110	1	-
	<u>-</u>	<u>-</u>

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

19. Compensation and Other Benefits Upon Leaving

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

	2015 Actual	2014 Actual
Total \$	\$ -	\$ -
Number of People	0	0

20. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2015 (Contingent liabilities and assets at 31 December 2014: nil).

21. Commitments

(a) Capital Commitments

Capital commitments as at 31 December 2015: nil

Capital commitments as at 31 December 2014: nil

(b) Operating Commitments

As at 31 December 2015 the Board has entered into the following contracts:

a) operating lease of photocopier

	2015 Actual \$	2014 Actual \$
No later than One Year	10,733	7,188
Later than One Year and No Later than Five Years	7,401	8,386
	<u>18,134</u>	<u>15,574</u>

22. Managing Capital

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

23. Financial Instruments

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

Cash and receivables

	2015 Actual \$	2015 Budget (Unaudited) \$	2014 Actual \$
Cash and Cash Equivalents	315,803	451,956	1,152,760
Receivables	168,284	104,565	104,565
Investments - Term Deposits	463,925	-	-
Total Cash and Receivables	<u>948,012</u>	<u>556,521</u>	<u>1,257,325</u>

Financial liabilities measured at amortised cost

Payables	157,637	322,694	322,694
Painting Liability	-	19,750	19,750
Total Financial Liabilities Measured at Amortised Cost	<u>157,637</u>	<u>342,444</u>	<u>342,444</u>

24. Events After Balance Date

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

Westbridge Residential School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2015

	Notes	2015 Actual \$	2015 Budget (Unaudited) \$	2014 Actual \$
Revenue				
Government Grants	2	4,034,286	3,886,535	3,776,337
Locally Raised Funds	3	28,474	8,660	400,734
Interest		99,993	100,000	89,118
Gain on Sale		-	-	-
		<u>4,162,753</u>	<u>3,995,195</u>	<u>4,266,189</u>
Expenses				
Locally Raised Funds	3	13,968	-	-
Learning Resources	4	2,719,536	3,011,062	3,151,739
Administration	5	420,212	310,020	257,371
Property	6	633,802	585,585	594,385
Depreciation	7	48,819	72,000	46,401
Loss on disposal of equipment		2,600	-	219
		<u>3,838,937</u>	<u>3,978,667</u>	<u>4,050,115</u>
Net Surplus / (Deficit)		<u>323,816</u>	<u>16,528</u>	<u>216,074</u>
Total Comprehensive Revenue and Expense for the Year		<u>323,816</u>	<u>16,528</u>	<u>216,074</u>

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

Westbridge Residential School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2015

	2015 Actual \$ (12 Month)	2015 Budget \$ (12 Month) (unaudited)	2014 Actual \$ (11 Month)
Balance at 1 January	2,010,528	2,010,528	-
Total comprehensive revenue and expense for the year	323,816	16,528	216,074
Balances transferred to new joint board of trustees:	-	-	1,794,454
Equity at 31 December	2,334,344	2,027,056	2,010,528
Retained Earnings	2,334,344	2,027,056	2,010,528
Equity at the end of the year at 31 December 2015	2,334,344	2,027,056	2,010,528

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

Westbridge Residential School
Statement of Financial Position
As at 31 December 2015

	Notes	2015 Actual \$	2015 Budget (Unaudited) \$	2014 Actual \$
Current Assets				
Cash and Cash Equivalents	8	416,338	213,051	444,523
Investments	9	2,186,640	2,007,280	1,757,280
Accounts receivable	10	128,780	126,147	126,147
GST Receivable		41,221	13,793	13,793
		<u>2,772,979</u>	<u>2,360,271</u>	<u>2,341,743</u>
Current Liabilities				
Accounts Payable	11	285,554	352,871	352,871
Revenue Received in Advance	12	221,739	-	-
Funds held for capital works projects	13	5,938	-	-
Funds held on behalf of Futures West	14	76,605	76,605	76,605
Provision for Cyclical Maintenance	15	62,475	-	-
		<u>652,310</u>	<u>429,475</u>	<u>429,475</u>
Working Capital Surplus or (Deficit)		2,120,669	1,930,796	1,912,267
Non-current Assets				
Property, Plant and Equipment	16	<u>286,615</u>	<u>273,947</u>	<u>275,947</u>
		286,615	273,947	275,947
Non-current Liabilities				
Provision for Cyclical Maintenance	15	<u>72,940</u>	<u>177,686</u>	<u>177,686</u>
		72,940	177,686	177,686
Net Assets		<u><u>2,334,344</u></u>	<u><u>2,027,056</u></u>	<u><u>2,010,528</u></u>
Equity		<u><u>2,334,344</u></u>	<u><u>2,027,056</u></u>	<u><u>2,010,528</u></u>

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

Westbridge Residential School
Cash Flow Statement
For the year ended 31 December 2015

	Note	2015 Actual (12 Month) \$	2015 Budget (12 Month) \$ (unaudited)	2014 Actual (11 Month) \$
Cash flows from Operating Activities				
Government Grants		2,802,969	2,680,932	2,617,176
Locally Raised Funds		270,406	54,671	377,982
Goods and Services Tax (net)		(15,980)	3,476	(15,992)
Payments to Employees		(1,859,074)	(2,042,193)	(310,955)
Payments to Suppliers		(850,972)	(576,261)	(2,068,091)
Interest Received		109,975	104,073	53,191
Funds Administered on Behalf of Third Parties		5,938	3,817	76,605
Net cash from / (to) the Operating Activities		463,262	228,515	729,916
Cash flows from Investing Activities				
Purchase of PPE (and Intangibles)		(62,087)	(74,194)	(322,567)
Purchase of Investments		(429,360)	(33,761)	(1,757,280)
Net cash from / (to) the Investing Activities		(491,447)	(107,955)	(2,079,847)
Cash flows from Financing Activities				
Funds Transferred to new Joint Board of Trustees		-	-	1,794,454
Net cash from Financing Activities		-	-	1,794,454
Net increase/(decrease) in cash and cash equivalents		(28,185)	120,560	444,523
Cash and cash equivalents at the beginning of the year	10	444,523	92,491	-
Cash and cash equivalents at the end of the year	10	416,338	213,051	444,523

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

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

2. Government Grants

	2015 Actual (12 month) \$	2015 Budget (12 month) \$ (unaudited)	2014 Actual (11 month) \$
Operational grants	2,724,676	2,656,932	2,386,026
Teachers' salaries grants	764,334	795,988	774,764
Use of Land and Buildings grants	466,983	409,615	384,397
Other MoE Grants	-	-	231,150
Other government grants	78,293	24,000	-
	<u>4,034,286</u>	<u>3,886,535</u>	<u>3,776,337</u>

3. Locally Raised Funds

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

	2015 Actual (12 month) \$	2015 Budget (12 month) \$ (unaudited)	2014 Actual (11 month) \$
Revenue			
Donations	-	100	127
Fundraising	7,211	7,060	22,755
Activities	21,263	1,500	377,852
	<u>28,474</u>	<u>8,660</u>	<u>400,734</u>
Expenses			
Fundraising	1,347	-	-
Activities	12,621	-	-
	<u>13,968</u>	<u>-</u>	<u>-</u>
Surplus for the year Locally raised funds	<u>14,506</u>	<u>8,660</u>	<u>400,734</u>

4. Learning Resources

	2015 Actual (12 month) \$	2015 Budget (12 month) \$ (unaudited)	2014 Actual (11 month) \$
Curricular	427,048	241,270	481,691
Employee benefits - Salaries	2,261,833	2,744,792	2,576,289
Staff development	33,687	25,000	14,763
CES	(3,032)	-	78,996
	<u>2,719,536</u>	<u>3,011,062</u>	<u>3,151,739</u>

5. Administration

	2015 Actual (12 month) \$	2015 Budget (12 month) \$ (unaudited)	2014 Actual (11 month) \$
Service providers, contractors and consultancy	11,157	10,000	7,531
Audit fees	6,467	5,500	3,780
Commissioner fees	-	-	2,461
Board of Trustee Expenses	103,840	55,800	45,634
Communication	9,270	16,100	8,664
Consumables	21,518	28,500	24,775
General Expenses	25,480	33,640	11,888
Insurance	653	2,950	497
Operating lease	98,085	42,330	36,325
Employee benefits - salaries	143,742	115,200	115,816
	<u>420,212</u>	<u>310,020</u>	<u>257,371</u>

6. Property

	2015 Actual (12 month) \$	2015 Budget (12 month) \$ (unaudited)	2014 Actual (11 month) \$
Caretaking and cleaning consumables	10,739	10,950	10,101
Cyclical maintenance provision	(11,197)	30,000	44,798
Grounds	5,272	6,450	3,953
Heat, light and water	44,710	42,350	37,471
Rates	19	20	20
Repairs and maintenance	63,416	32,500	56,309
Security	11,185	8,700	10,074
Use of land and buildings	466,983	409,615	384,397
Employee benefits	42,675	45,000	47,262
	<u>633,802</u>	<u>585,585</u>	<u>594,385</u>

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

7. Depreciation of Property, Plant & Equipment

	2015 Actual (12 month) \$	2015 Budget (12 month) \$ (unaudited)	2014 Actual (11 month) \$
Building Improvements - Crown	4,475	6,600	4,446
Computing Equipment	7,083	10,446	7,822
Furniture	5,071	7,479	4,651
Library Resources	1,152	1,699	1,276
Music Equipment	134	198	136
Plant & Machinery	7,168	10,572	5,886
Sport/Gym Equipment	1,173	1,730	1,058
Children's Furniture & Equipment	4,937	7,281	4,389
Vehicles	17,626	25,995	16,737
	<u>48,819</u>	<u>72,000</u>	<u>46,401</u>

8. Cash and Cash Equivalents

	2015 Actual (12 month) \$	2015 Budget (12 month) \$ (unaudited)	2014 Actual (11 month) \$
Cash on hand	300	300	300
Bank current account	81,787	61,635	43,107
Bank call account	34,251	151,116	401,116
Short-term deposits with a maturity less than three months	300,000	-	-
	<u>416,338</u>	<u>213,051</u>	<u>444,523</u>

9. Investments

	2015 Actual (12 month) \$	2015 Budget (12 month) \$ (unaudited)	2014 Actual (11 month) \$
Short-term Bank Deposits with Maturities between three months and one year	2,186,640	2,007,280	1,757,280

10. Accounts Receivable

	2015 Actual (12 month) \$	2015 Budget (12 month) \$ (unaudited)	2014 Actual (11 month) \$
Debtors	2,942	26,165	26,165
Interest accrued	25,945	35,927	35,927
Teachers salaries grant receivable	63,266	64,055	64,055
Banked staffing receivable	36,627	-	-
	<u>128,780</u>	<u>126,147</u>	<u>126,147</u>
Receivables from Exchange Transactions	28,887	-	-
Receivables from Non-exchange Transactions	<u>99,893</u>	<u>126,147</u>	<u>126,147</u>
	<u>128,780</u>	<u>126,147</u>	<u>126,147</u>

11. Accounts Payable

	2015 Actual (12 month) \$	2015 Budget (12 month) \$ (unaudited)	2014 Actual (11 month) \$
Operating creditors	78,920	13,588	13,588
Employee benefits payable - salaries	63,266	236,889	236,889
Employee benefits payable - leave accrual	143,368	102,394	102,394
	<u>285,554</u>	<u>352,871</u>	<u>352,871</u>
Payables for Exchange Transactions	285,554	352,871	352,871
Payables for Non-exchange Transactions - taxes payable (PAYE & rates)	-	-	-
Payables for Non-exchange transactions - other	-	-	-
	<u>285,554</u>	<u>352,871</u>	<u>352,871</u>

12. Revenue Received in Advance

	2015 Actual (12 month) \$	2015 Budget (12 month) \$	2014 Actual (11 month) \$
Revenue in advance	221,739	-	-
	<u>221,739</u>	<u>-</u>	<u>-</u>

13. 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:

	2015	Opening Balances \$	Receipts /Income from MOE \$	Payments/ Expenses \$	Transfers to R&M/ PPE \$	Closing Balances \$
Roof Replacement Block 1,4,5,D1	<i>In progress</i>	-	170,631	164,693	-	5,938
Totals		-	170,631	164,693	-	5,938

Represented by:

Funds Held on Behalf of the Ministry of Education

5,938
5,938

14. Funds Held on Behalf of Futures West

Westbridge Residential School is the lead school and holds funds on behalf of Futures West, a group of schools funded by the Ministry of Education to share Student Development. The cluster ceased during the 2014 year.

	2015 Actual (12 month) \$	2015 Budget (12 month) \$ (unaudited)	2014 Actual (11 month) \$
Funds held at the beginning of the year	76,605	76,605	72,788
Funds received	-	-	3,817
Balance at end of period	<u>76,605</u>	<u>76,605</u>	<u>76,605</u>

15. Provision for Cyclical Maintenance

	2015 Actual (11 month) \$	2015 Budget (11 month) \$	2014 Actual (13 months) \$
Provision at the Start of the Year	177,686	177,686	141,038
Increase to the Provision During the Year	-	-	44,798
Use of the Provision During the Year	(42,271)	-	(8,150)
Provision at the End of the Year	<u>135,415</u>	<u>177,686</u>	<u>177,686</u>
Current Liability	62,475	-	-
Non Current Liability	<u>72,940</u>	<u>177,686</u>	<u>177,686</u>
	<u>135,415</u>	<u>177,686</u>	<u>177,686</u>

The Board has a cash management plan to ensure that sufficient cash is available to meet all maintenance obligations as they fall due over the next 10 years. The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligations at 31 December 2015. Present obligations are identified in the school's current 10-year property plan approved by the Ministry of Education. The provision has not been adjusted for inflation and the time value of money.

16. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2015 (12 months)	\$	\$	\$	\$	\$	\$
Buildings	87,166	1,551			(4,476)	84,242
Computing Equipment	21,995	5,263			(7,083)	20,174
Furniture	28,864	28,092	(45)		(5,071)	51,839
Library Resources	11,640	280			(1,153)	10,767
Music Equipment	373		(45)		(133)	195
Plant & Machinery	36,765	23,582	(1,499)		(7,168)	51,679
Sports/Gym Equipment	3,971	1,193	(579)		(1,173)	3,412
Children's Furniture & Equipment	30,150	2,125	(432)		(4,934)	26,909
Vehicles	55,023				(17,626)	37,397
Balance at 31 December 2015	275,947	62,086	(2,600)	-	(48,817)	286,615

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2015 (12 months)	\$	\$	\$
Buildings	122,793	38,551	84,242
Computing Equipment	54,949	34,774	20,174
Furniture	79,078	27,239	51,839
Library Resources	27,789	17,022	10,767
Music Equipment	777	582	195
Plant & Machinery	85,526	33,847	51,679
Sports/Gym Equipment	12,181	8,768	3,413
Children's Furniture & Equipment	53,298	26,389	26,909
Vehicles	107,376	69,979	37,397
Balance at 31 December 2015	543,767	257,152	286,615

As at 31 December 2015 the School had \$10,000 of work in progress that has been included in land and buildings (2014: \$0,00)

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2014 (11 months)	\$	\$	\$	\$	\$	\$
Buildings	91,612				(4,446)	87,166
Computing Equipment	23,179	6,638			(7,822)	21,995
Furniture	27,227	6,288			(4,650)	28,864
Library Resources	10,366	2,770	(220)		(1,275)	11,640
Music Equipment	509				(136)	373
Plant & Machinery	37,133	5,518			(5,886)	36,765
Sports/Gym Equipment	4,439	590			(1,058)	3,971
Children's Furniture & Equipment	19,802	14,737			(4,389)	30,150
Vehicles	52,760	19,000			(16,737)	55,023
Balance at 31 December 2014	267,027	55,540	(220)	-	(46,400)	275,947

	Cost or Valuation	Accumulated Depreciation	Net Book Value
2014 (11 months)	\$	\$	\$
Buildings	121,242	34,076	87,166
Computing Equipment	64,709	42,714	21,995
Furniture	52,475	23,611	28,864
Library Resources	27,510	15,870	11,640
Music Equipment	1,487	1,114	373
Plant & Machinery	66,595	29,830	36,765
Sports/Gym Equipment	11,812	7,841	3,971
Children's Furniture & Equipment	53,229	23,079	30,150
Vehicles	107,376	52,353	55,023
Balance at 31 December 2014	506,435	230,488	275,947

17. Related Party Transactions

In 2015 Shayne Hall was employed at the school as a teacher aide and caretaker, Shayne is the partner of the principal, Myra Mains. (31 December 2014: Same as 2013)

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.

18. Remuneration

Key management personnel compensation

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

	2015 Actual	2014 Actual
	\$	\$
Salaries and Other Short-term Employee Benefits (1.4 FTEs)	146,183	214,431
	<u>146,183</u>	<u>214,431</u>

Commissioner Fee

The total value of the remuneration paid or payable to trustees or the Commissioner was as follows:

	2015 Actual	2014 Actual
	\$	\$
Commissioner Fee	-	2,461
Board of Trustee Fee & expenses	-	45,634
	<u>-</u>	<u>48,095</u>

	2015 Actual	2014 Actual
	\$	\$
Board of Trustees (FTEs)	-	-
Committee members	-	-
	<u>-</u>	<u>-</u>

Principal

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

	2015 Actual	2014 Actual
	\$000	\$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments - Principal 1	120-130	120-130

Other Employees

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

Remuneration \$000	2015 FTE Number	2014 FTE Number
110 - 120	-	-
100 - 110	-	-
	<u>-</u>	<u>-</u>

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

19. Compensation and Other Benefits Upon Leaving

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

	2015 Actual	2014 Actual
Total \$	\$ -	\$ -
Number of People	0	0

20. Contingencies

There are no contingent liabilities (except as noted below) and no contingent assets as at 31 December 2015 (Contingent liabilities and assets at 31 December 2014: nil).

21. Commitments

(a) Capital Commitments

As at 31 December 2015 the Board has not entered into any contract agreements for capital works.
Capital commitments as at 31 December 2014: nil

(b) Operating Commitments

	2015 Actual	2014 Actual
No later than one year	\$ 11,710	\$ 46,843
MOE Portion - Later than 1 year and no later than 5 years	2,560	26,069
Transferred to the new joint board of trustees	<u>14,270</u>	<u>72,912</u>

From 28 January 2014 the operating commitments have been transferred to the joint Board of Westbridge Residential School and Halswell Residential College.

22. Managing Capital

The School's capital is its equity and comprises capital contributions from the Ministry of Education for property, plant and equipment and accumulated surpluses and deficits. The School does not actively manage capital but "attempts" to generate a small surplus from year to year.

23. Restructure of Westbridge Residential School/Going Concern

In 2012 Westbridge Residential School along with the other residential schools were part of a Ministry of Education residential special schools review.

At the beginning of 2012, all three residential special schools (Halswell Residential College, Salisbury and Westbridge) became part of the Ministry of Education's Intensive Wraparound Services (IWS).

From 28 January 2014 a joint board of trustees was appointed to manage both Westbridge Residential School and Halswell Residential College. The role of the Commissioner at Westbridge School was dissolved effective 27 January 2014, and all assets and liabilities of the School were transferred to the new joint board of trustees at net book value.

24. Managing Capital

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

Cash and receivables	2015 Actual \$	2015 Budget \$ (unaudited)	2014 Actual \$
Cash and Cash Equivalents	416,338	213,051	444,523
Receivables	170,001	139,940	139,940
Investments - Term Deposits	2,186,640	2,007,280	1,757,280
Total Cash and Receivables	<u>2,772,979</u>	<u>2,360,271</u>	<u>2,341,743</u>
Financial liabilities measured at amortised cost			
Payables	285,554	352,871	352,871
Total Financial Liabilities Measured at Amortised Cost	<u>285,554</u>	<u>352,871</u>	<u>352,871</u>

25. Events After Balance Date

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

Kiwisport

Kiwisport is a Government funding initiative to support students' participation in organised sport. In 2015, the school received total Kiwisport funding of \$533.88 (excluding GST). In total, \$605.21 (Board budget was \$1,250.00) was spent on sporting equipment, cross country entry fees, team entries to Hillary Outdoor Education Trust mainstream events with special needs components, surfing, skiing and top team. The number of students participating in organised sport was 100% of the school roll.

Members of the Board of Trustees 2015

Name	Position	How position on Board gained	Term expired/expires
Janine Harrington	Principal		
Barbara Hannant	Acting Principal		
Myra Mains	Principal		Resigned December 2015
Lois Chick	Chairperson	Ministerially Appointed	Expires February 2017
Dr Simon Buckland	Member	Ministerially Appointed	Expires December 2017
Dr John Langley	Member	Ministerially Appointed	Expires February 2017
Manu Sione	Member	Ministerially Appointed	Expires February 2017
Jon Purdue	Staff Representative	Staff elected	Expired June 2016
Dr Sonja Macfarlane	Member	Co-opted	Expires April 2017
Dr David Ivory	Member	Ministerially Appointed	Expires December 2017



**INDEPENDENT AUDITOR'S REPORT
TO THE READERS OF
HALSWELL AND WESTBRIDGE RESIDENTIAL COLLEGE'S
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

The Auditor-General is the auditor of Halswell and Westbridge Residential College (the College). The Auditor-General has appointed me, Grant Jarrold, using the staff and resources of Deloitte, to carry out the audit of the financial statements of the College on her behalf.

Opinion

We have audited the financial statements of the College on pages 2 to 17, that comprise the statement of comprehensive revenue and expense, the statement of changes in net assets/equity, the statement of financial position as at 31 December 2015, the cash flow statement, and the notes to the financial statements that include accounting policies and other explanatory information.

In our opinion the financial statements of the College:

- present fairly, in all material respects;
 - financial position as at 31 December 2015; and
 - financial performance and cash flows for the year ended; and
- comply with generally accepted accounting practice in New Zealand and have been prepared in accordance with Public Benefit Entity Standards with disclosure concessions.

Our audit was completed on 16 May 2016. This is the date at which our opinion is expressed.

The basis of our opinion is explained below. In addition, we outline the responsibilities of the Board of Trustees and our responsibilities, and we explain our independence.

Basis of opinion

We carried out our audit in accordance with the Auditor-General's Auditing Standards, which incorporate the International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and carry out our audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Material misstatements are differences or omissions of amounts and disclosures that, in our judgement, are likely to influence readers' overall understanding of the financial statements. If we had found material misstatements that were not corrected, we would have referred to them in our opinion.

An audit involves carrying out procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including our assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the preparation of the College's financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control.

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

An audit also involves evaluating:

- the appropriateness of accounting policies used and whether they have been consistently applied;
- the reasonableness of the significant accounting estimates and judgements made by the Board of Trustees;
- the adequacy of the disclosures in the financial statements; and
- the overall presentation of the financial statements.

We did not examine every transaction, nor do we guarantee complete accuracy of the financial statements.

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

Responsibilities of the Board of Trustees

The Board of Trustees is responsible for the preparation and fair presentation of financial statements for the College that comply with generally accepted accounting practice in New Zealand and Public Benefit Entity Standards with disclosure requirements.

The Board of Trustees' responsibilities arise from the Education Act 1989.

The Board of Trustees is also responsible for such internal control as it determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Board of Trustees is also responsible for the publication of the financial statements, whether in printed or electronic form.

Responsibilities of the Auditor

We are responsible for expressing an independent opinion on the financial statements and reporting that opinion to you based on our audit. Our responsibility arises from the Public Audit Act 2001.

Independence

When carrying out the audit, we followed the independence requirements of the Auditor-General, which incorporate the independence requirements of the External Reporting Board.

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



Grant Jarrold

Partner

For Deloitte Limited (as trustee of the Deloitte Trading Trust)

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