

NGONGOTAHA SCHOOL
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

SCHOOL DIRECTORY

Ministry Number: 1852
Principal Eden Chapman
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Accountant/Service Provider Kusabs Lasike Limited

Members of the Board of Trustees

Name	Position	How Position Gained	Term Expired/ Expires
Phillip Wilson	Presiding Member	Elected	Resigned March 2025
Shaun Nunn	Presiding Member March to September 2025	Elected	September-2025
Shayla McLean	Presiding Member from August 2025	Elected	September-2028
Craig McFadyen	Principal	ex officio	end of term 2
Eden Chapman	Principal	ex officio	Commenced term 4
Sophie Brake	Parent Rep	Co-opted	Resigned February 2025
Jo-Anne Edmonds	Parent Rep	Elected	September-2025
Deborah Hamblyn	Parent Rep	Elected	September-2028
Charelle Marshall	Parent Rep	Elected	September-2028
Dylan Oswald	Parent Rep	Elected	September-2028
Hope Simon	Parent Rep	Elected	September-2028
Angela Tamata	Parent Rep	Elected	September-2028
Jane Nunn	Staff Rep	Elected	September-2025
Janie Thompson	Staff Rep	Elected	September-2028

Eden Chapman

Shayla McLean

NGONGOTAHA SCHOOL

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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NGONGOTAHA SCHOOL

Statement of Responsibility

FOR THE YEAR ENDED 31 DECEMBER 2025

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

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

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2025 fairly reflects the financial position and operations of the school.

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

Shayla McLean

Full Name of Presiding Member

Eden Chapman

Full Name of Principal

Mcto

Signature of Presiding Member

Eden

Signature of Principal

26/5/26

Date

26/5/26

Date

NGONGOTAHA SCHOOL
School Road
Ngongotaha

STATEMENT OF COMPREHENSIVE REVENUE & EXPENSE
FOR THE YEAR ENDED 31 DECEMBER, 2025

	Note	Actual 2025 \$	Budget (Unaudited) 2025 \$	Actual 2024 \$
Revenue				
Government Grants	2	4,804,150	3,808,122	4,481,188
Locally Raised Funds	3	151,925	95,600	192,911
Interest		6,882	1,000	22,572
Total Revenue		<u>4,962,957</u>	<u>3,904,722</u>	<u>4,696,671</u>
Expenses				
Locally Raised Funds	3	90,247	68,500	155,381
Learning Resources	4	3,277,158	2,829,100	3,049,932
Administration	5	669,081	201,800	667,388
Property	6	1,009,750	689,715	800,729
Interest		1,470	-	1,422
Loss on Disposal of Property, Plant & Equipment		35,061	-	28
Total Expenses		<u>5,082,767</u>	<u>3,789,115</u>	<u>4,674,880</u>
Net Surplus/(Deficit) for the year		(119,810)	115,607	21,791
Other Comprehensive Revenue & Expenses		-	-	-
Total Comprehensive Revenue & Expenses for the Year		<u>(119,810)</u>	<u>115,607</u>	<u>21,791</u>

This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit report which form part of these financial statements.

NGONGOTAHA SCHOOL

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2025

	Note	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Equity		1,773,424	2,033,247	1,893,234
TOTAL EQUITY		<u>1,773,424</u>	<u>2,033,247</u>	<u>1,893,234</u>
Represented by				
CURRENT ASSETS				
Cash and Cash Equivalents	7	294,426	568,041	523,831
Investments	8	473,252	75,000	75,000
Accounts Receivable	9	276,454	215,726	215,726
Prepayments		24,914	-	-
Inventories	10	70,425	104,635	80,229
GST Holding Account		19,432	20,691	20,691
Funds Receivable for Capital Works Projects	16	17,010	-	9,102
Total Current Assets		<u>1,175,913</u>	<u>984,093</u>	<u>924,579</u>
CURRENT LIABILITIES				
Accounts Payable	11	349,160	286,108	286,107
Finance Lease Liability	12	26,845	25,355	25,679
Cyclical Maintenance Provision	13	-	-	-
Revenue in Advance	14	19,889	-	-
Funds held for Capital Works Projects	16	-	-	-
Total Current Liabilities		<u>395,894</u>	<u>311,463</u>	<u>311,786</u>
WORKING CAPITAL SURPLUS		780,020	672,630	612,793
NON-CURRENT ASSETS				
Property, Plant & Equipment	15	1,219,474	1,426,138	1,363,138
Investments	8	38,464	-	-
Total Non-Current Assets		<u>1,257,938</u>	<u>1,426,138</u>	<u>1,363,138</u>
NON-CURRENT LIABILITIES				
Finance Lease Liability	12	19,753	12,371	29,547
Provision for Cyclical Maintenance	13	244,780	53,150	53,150
Total Non-Current Liabilities		<u>264,533</u>	<u>65,521</u>	<u>82,697</u>
Net Assets		<u>1,773,424</u>	<u>2,033,247</u>	<u>1,893,234</u>

This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit report which form part of these financial statements.

NGONGOTAHA SCHOOL

School Road

Ngongotaha

STATEMENT OF CHANGES IN NET ASSETS/EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2025

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
Note	\$	\$	\$
Equity at start of the year	1,893,234	1,917,640	1,895,848
Total Comprehensive Revenue & Expense for the Year	(119,810)	115,607	21,791
Capital Contribution from MOE - Furniture & Equipment Grant	-	-	14,695
Distributions to the Ministry	-	-	(39,101)
Total Recognised Income and Expenses	(119,810)	115,607	(2,615)
Equity at end of year	1,773,424	2,033,247	1,893,234
Accumulated Comprehensive Revenue & Expense Reserves	1,773,424	2,033,247	1,893,234
	-	-	-
Equity at end of year	1,773,424	2,033,247	1,893,234

This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit report which form part of these financial statements.

NGONGOTAHA SCHOOL

Cash Flow Statement For the year ended 31 December 2025

	2025	2025	2024
Note	Actual	Budget (Unaudited)	Actual
	\$	\$	\$
Cash flows from Operating Activities			
Government Grants	1,258,963	1,044,907	1,254,078
Locally Raised Funds	171,815	95,600	182,173
Other Revenue	-	2,000	12,339
Goods and Services Tax (net)	2,496	-	(19,011)
Payments to Employees	(567,139)	(481,000)	(726,262)
Payments to Suppliers	(525,959)	(511,900)	(422,755)
Interest Received	7,827	1,000	24,271
Interest Paid	(1,470)	-	(1,422)
Net cash from / (to) Operating Activities	346,533	150,607	303,411
Cash flows from Investing Activities			
Purchase of PPE (and Intangibles)	(110,075)	(98,000)	(353,777)
Purchase of Investments	(436,716)	-	-
Net cash from / (to) Investing Activities	(546,791)	(98,000)	(353,777)
Cash flows from Financing Activities			
Furniture & Equipment Grant	-	-	14,695
Distributions to Ministry of Education	-	-	(23,045)
Finance Lease Payments	(21,239)	(17,500)	(21,284)
Funds administered on behalf of Third Parties	(7,908)	9,102	(76,999)
Net cash from / to Financing Activities	(29,147)	(8,398)	(106,633)
Net increase/(decrease) in cash and cash equivalents	(229,405)	44,209	(156,999)
Cash and cash equivalents at the beginning of the year	7 523,831	523,832	680,830
Cash and cash equivalents at the end of the year	7 294,426	568,041	523,831

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.

This Statement is to be read in conjunction with the attached Accounting Policies, Notes to the Financial Statements and the Audit Report

NGONGOTAHA SCHOOL

Notes to the Financial Statements For the year ended 31 December 2025

1. Statement of Accounting Policies

a) Reporting Entity

Ngongotaha 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 the School is a public benefit entity for financial reporting purposes.

b) Basis of Preparation

Reporting Period

The financial statements have been prepared for the period 1 January 2025 to 31 December 2025 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

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

Financial Reporting Standards Applied

The Education and Training Act 2020 requires the School, as a Crown entity, to prepare financial statements 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 the 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 \$33 million per year. All relevant 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.

NGONGOTAHA SCHOOL

Notes to the Financial Statements For the year ended 31 December 2025

Cyclical Maintenance Provision

The School recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical Maintenance is disclosed at note 13.

Useful lives of property, plant and equipment

The school reviews the estimated useful lives of property, plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of the property, plant and equipment as disclosed in the Significant Accounting Policies are appropriate to the nature of the property, plant and equipment at reporting date. Property, plant and equipment is disclosed at note 15.

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 12. Future operating lease commitments are disclosed in Note 21.

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 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 but 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.

NGONGOTAHA SCHOOL

Notes to the Financial Statements For the year ended 31 December 2025

The property from which the School operates is owned by the Crown and managed by the Ministry of Education on behalf of the Crown. Grants for the use of land and buildings are not received in cash by the School as they equate to the deemed expense for using the land and buildings which are owned by the Crown. The School's use of the land and buildings as occupant is based on a property occupancy document as gazetted by the Ministry. The expense is based on an assumed market rental yield on the land and buildings as used for rating purposes.

There 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 unfilled 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 the 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 income in the period it is earned.

d) Operating Lease Payments

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

e) Finance Lease Payments

Finance lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term on an effective interest basis.

f) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, bank balances, deposits held at call with banks, and other short term highly liquid investments with original maturities of 90 days or less, and bank overdrafts. The carrying amount of cash and cash equivalents represent fair value.

g) Accounts Receivable

Short-term receivables are recorded at the amount due, less an allowance for 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.

h) Inventories

Inventories are consumable items held for sale, for example stationery and school uniforms. They are stated at the lower of cost and net realisable value. Cost is determined on a first in, first out basis. Net realisable value is the estimated selling price in the ordinary course of activities less the estimated costs necessary to make the sale. Any write down from cost to net realisable value is recorded as an expense in the Statement of Comprehensive Revenue and Expense in the period of the write down.

NGONGOTAHA SCHOOL

Notes to the Financial Statements For the year ended 31 December 2025

l) 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.

j) 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 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 \$1,200 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.

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:

Property Improvements	15-20 years
Buildings	8-40 years
Classroom Furniture	4-15 years
Information and communication technology	3-25 years
Office Furniture & Equipment	3-15 years
Other Equipment	2-15 years
Leased Assets held under a Finance Lease	3 - 5 years
Library resources	15 years
Library Books	12.5% Diminishing value

NGONGOTAHA SCHOOL

Notes to the Financial Statements For the year ended 31 December 2025

k) Impairment of property, plant and equipment

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

Non cash generating assets

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

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

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

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

l) 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.

m) 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 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.

n) 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 fees are recorded as revenue as the obligations are fulfilled and the fees earned.

o) Funds held for Capital Works

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

NGONGOTAHA SCHOOL

Notes to the Financial Statements For the year ended 31 December 2025

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

p) Provision for Cyclical Maintenance

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

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

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

q) Financial Instruments

The School's financial assets comprise cash and cash equivalents, accounts receivable and investments. All of these financial assets 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 initially recognised at fair value and subsequently measured at amortised cost using the effective interest method. Interest expense and any gain or loss on derecognition are recognised in surplus or deficit.

r) Goods and Services Tax (GST)

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

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

Commitments and contingencies are disclosed exclusive of GST.

s) Budget figures

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

t) Services received in-kind

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

NGONGOTAHA SCHOOL

School Road
Ngongotaha

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2025

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
NOTE 2 Government Grants			
Income			
Government Grants - Ministry of Education	1,273,276	1,044,907	1,268,091
Teachers Salaries Grant	2,565,173	2,300,000	2,205,594
Use of Land & Buildings Grant	538,967	461,215	557,496
Ka Ora, Ka Ako - Healthy School Lunches Programme	426,734	-	437,668
Other Grants	-	2,000	12,339
	<u>4,804,150</u>	<u>3,808,122</u>	<u>4,481,189</u>

NOTE 3 Locally Raised Funds

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

Revenue

Donations	4,102	100	1,865
Grants	27,000	27,000	77,442
Fundraising & Community Grants	50,115	24,000	18,239
Fees for Extra Curricular Activities	21,087	21,500	39,295
Trading	49,622	23,000	56,071
	<u>151,925</u>	<u>95,600</u>	<u>192,911</u>

Expenditure

Fundraising & Community Grants Costs	40,139	24,000	18,892
Fees for Extra Curricular Activity Costs	12,305	21,500	34,597
Trading	37,803	23,000	101,892
	<u>90,247</u>	<u>68,500</u>	<u>155,381</u>

Surplus for the year Locally Raised Funds

	<u>61,678</u>	<u>27,100</u>	<u>37,530</u>
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NOTE 4 Learning Resources

Curricular	83,679	152,350	86,290
Depreciation	230,303	35,000	220,096
Information & Communications Technology	21,458	20,000	16,122
Employee Benefits - Salaries	2,931,407	2,611,000	2,718,059
Staff Development	10,311	10,750	9,365
	<u>3,277,158</u>	<u>2,829,100</u>	<u>3,049,932</u>

NGONGOTAHA SCHOOL

School Road
Ngongotaha

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2025 (continued)

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
NOTE 5 Administration			
ACC Levies	8,461	1,500	8,345
Audit Fees	10,172	8,000	8,648
Board Fees & Expenses	33,421	33,000	23,268
Communication	3,748	800	1,631
Consumables	13,691	12,000	11,131
Operating Leases	1,264	-	209
Postage & Freight	73	200	162
Advertising	28,495	7,800	6,311
Ka Ora, Ka Ako - Healthy School Lunches Programme	426,734	-	437,668
Employee Benefits - Salaries	118,893	115,000	149,795
Insurance	17,134	16,500	13,740
Service Providers, Contractors & Consultancy	6,996	7,000	6,480
	<u>669,081</u>	<u>201,800</u>	<u>667,388</u>
NOTE 6 Property			
Project Costs written off	46	-	-
Caretaking & Cleaning Consumables	140,751	110,500	87,299
Cyclical Maintenance Provision	191,630	10,000	(2,019)
Grounds	4,880	6,000	10,953
Heat, Light & Water	21,426	20,000	17,753
Rates	15,504	12,000	14,622
Security	9,806	8,000	7,220
Use of Land & Buildings	538,967	461,215	557,496
Employee Benefits - Salaries	75,237	55,000	73,584
Repairs & Maintenance	11,502	7,000	33,820
	<u>1,009,750</u>	<u>689,715</u>	<u>800,730</u>

The use of land and buildings represents 5% of the schools total property value.

Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

NGONGOTAHA SCHOOL

School Road
Ngongotaha

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2025 (continued)

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
NOTE 7 Cash and Cash Equivalents			
Cash on Hand	3,268	50	50
Westpac - Cheque Account	273,591	132,766	88,977
Kiwibank Account	781	800	781
Westpac - Trip Account	3,306	3,500	3,530
Westpac - Credit Card	(15)	895	896
ASB Credit Cards	(5,347)	-	-
Westpac - Imprest Account	410	30	30
Westpac - Online Saver Account	65	430,000	429,567
ASB - Education Administration	18,368	-	-
	294,426	568,041	523,831
Cash and Cash Equivalents for Statement of Cash Flows	294,426	568,041	523,831

Of the \$294,426 Cash & Cash Equivalents, \$17,000 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.

The carrying value of Short-Term deposits with maturity dates of 90 days or less approximates their fair value.

NOTE 8 Investments

The School's investment activities are classified as follows:

Current Asset

Short-Term Bank Deposits	473,252	75,000	75,000
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Non-Current Asset

Long Term Bank Deposits	38,464	-	-
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Total Investments

	511,716	75,000	75,000
	511,716	75,000	75,000

NOTE 9 Accounts Receivable

Accounts Receivable	1,412	-	-
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Interest Receivable	1,800	2,745	2,745
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Teachers Salaries Grant Receivable	273,242	212,981	212,981
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	276,454	215,726	215,726
	276,454	215,726	215,726

Receivables from Exchange Transactions	3,212	2,745	2,745
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Receivables from Non-Exchange Transactions	273,242	212,981	212,981
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	276,454	215,726	215,726
	276,454	215,726	215,726

NGONGOTAHA SCHOOL

School Road
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2025 (continued)

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
NOTE 10 Inventories			
Stationery on Hand	3,914	1,435	1,436
Uniforms on Hand	66,511	103,200	78,793
	<u>70,425</u>	<u>104,635</u>	<u>80,229</u>

NOTE 11 Accounts Payable

Accruals	10,215	9,448	9,448
Creditors	21,998	13,199	13,199
Employee Benefits - salaries accrual	310,942	260,960	260,959
Employee Benefits - leave accrual	6,004	2,501	2,501
	<u>349,160</u>	<u>286,108</u>	<u>286,108</u>
Payables from Exchange Transactions	349,160	286,108	286,108
Payables from Non-Exchange Transactions	-	-	-
	<u>349,160</u>	<u>286,108</u>	<u>286,108</u>

The carrying value of payables approximates their fair value.

NOTE 12 Finance Lease Liability

The school has entered into a number of finance lease agreements for laptops for teachers and photocopiers.
Minimum lease payments payable:

Not later than one year	26,845	25,355	25,679
Later than one year	19,753	12,371	29,547
	<u>46,598</u>	<u>37,726</u>	<u>55,226</u>
Represented By:			
Finance Lease Liability - Current	26,845	25,355	25,679
Finance Lease Liability - Non Current	19,753	12,371	29,547
	<u>46,598</u>	<u>37,726</u>	<u>55,226</u>

NGONGOTAHA SCHOOL
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2025 (continued)

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
NOTE 13 Provision For Cyclical Maintenance			
Provision at Start of Year	53,150	53,150	55,169
(Decrease)/Increase in Provision during the Year	191,630	-	(2,019)
Use of Provision during the Year	-	-	-
	<u>244,780</u>	<u>53,150</u>	<u>53,150</u>
Provision at the end of the Year	-	-	-
Current Liability	244,780	53,150	53,150
Non Current Liability	-	-	-
	<u>244,780</u>	<u>53,150</u>	<u>53,150</u>

The schools cyclical maintenance schedule details annual painting to be undertaken. The costs associated with this annual work will vary depending on the requirements during the year. The plan is based on the schools 10 year property plan./painting quote.

NOTE 14 Revenue Received in Advance

Other	2,889	-	-
Grant Funds Unspent	17,000	-	-
	<u>19,889</u>	<u>-</u>	<u>-</u>

NGONGOTAHA SCHOOL

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2025 (continued)

NOTE 15 Property, Plant & Equipment

2025	Op/Balance (NBV) \$	Additions \$	Disposals \$	Depreciation \$	Total (NBV) \$
				31 Dec 2025	
Property Improvements	459,927	-	(15,020)	(37,805)	407,102
Buildings	270,917	26,561	(6,992)	(25,692)	264,794
Classroom Furniture	108,636	-	(1,403)	(11,848)	95,384
Info-Tech Assets	112,826	32,700	-	(71,289)	74,237
Motor Vehicles	94,844	-	-	(9,485)	85,359
Office Furniture & Equipment	12,478	-	(340)	(1,222)	10,916
Other Equipment	232,195	41,792	(11,080)	(42,923)	219,985
Leased Assets	54,714	18,811	-	(27,373)	46,152
Library Resources	16,602	1,834	(226)	(2,667)	15,543
	<u>1,363,138</u>	<u>121,698</u>	<u>(35,061)</u>	<u>(230,303)</u>	<u>1,219,473</u>

The Net carrying value of Equipment held under a finance lease is \$46,152. (2024: \$54,714).

Restrictions

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

2025	Cost of Valuation \$	Accumulated Depreciation \$	Net Book Value \$
			31 Dec 2025
Property Improvements	732,935	(325,833)	407,102
Buildings	540,162	(275,368)	264,794
Classroom Furniture	220,423	(125,039)	95,384
Info-Tech Assets	414,604	(340,367)	74,237
Motor Vehicles	103,987	(18,628)	85,359
Office Furniture & Equipment	42,694	(31,778)	10,916
Other Equipment	445,893	(225,907)	219,985
Library Resources	69,895	(54,352)	15,543
Leased Assets	128,127	(81,975)	46,152
	<u>2,698,721</u>	<u>(1,479,248)</u>	<u>1,219,473</u>

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2025 (continued)

2024	Cost of Valuation \$	Accumulated Depreciation \$	Net Book Value \$
	31 Dec 2024		
Property Improvements	758,835	(298,908)	459,927
Buildings	537,958	(267,041)	270,917
Classroom Furniture	228,528	(119,893)	108,636
Info-Tech Assets	441,115	(328,289)	112,826
Motor Vehicles	103,987	(9,143)	94,844
Office Furniture & Equipment	46,530	(34,052)	12,478
Other Equipment	434,224	(202,028)	232,195
Library Resources	77,387	(60,785)	16,602
Leased Assets	117,360	(62,646)	54,714
	<u>2,745,924</u>	<u>(1,382,786)</u>	<u>1,363,138</u>

NOTE 16 Funds Held for Capital Work Projects

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

	Opening Balance \$	MOE Funds Received \$	Payments \$	Board Contribution \$	Closing Balance \$
2025					
LSPM BIK G - 241216	(9,102)	-	(7,908)	-	(17,010)
	<u>(9,102)</u>	<u>-</u>	<u>(7,908)</u>	<u>-</u>	<u>(17,010)</u>

Represented by:

Funds held on behalf of Ministry of Education

Funds due from Ministry of Education

-

(17,010)

(17,010)

2024

LSPM BIK G - 241216	133,838	-	(142,940)	-	(9,102)
AMS/ILE G Block-232917	(87,847)	93,683	(21,892)	16,056	-
	<u>45,991</u>	<u>93,683</u>	<u>(164,832)</u>	<u>16,056</u>	<u>(9,102)</u>

Represented by:

Funds held on behalf of Ministry of Education

Funds due from Ministry of Education

-

(9,102)

(9,102)

NGONGOTAHA SCHOOL

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2025 (continued)

NOTE 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 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.

No related party debts or transactions have been written off or forgiven during the year.

NOTE 18 Remuneration

Key management personnel compensation.

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

	2025 Actual	2024 Actual
<i>Board Members</i>	\$	\$
Remuneration	5,370	2,447
 <i>Leadership Team</i>		
Remuneration	869,615	840,161
Full-time Equivalent Members	8	7
Total key management personnel remuneration	874,985	842,608

There are six members of the Board excluding the Principal. The Board had held eight full meetings in the year.

As well as these regular meetings, including preparation time, the Chair and the other Board members have have also been involved in ad hoc meetings to consider student welfare matters including stand downs, suspensions and other disciplinary matters.

Principal 1

The total value of remuneration paid or payable to the Principals is in the following bands:

	2025 Actual \$000	2024 Actual \$000
<i>Salaries and Other Short-term Employee Benefits:</i>		
Salary and other payments	40-50	160-170
Benefits and other emoluments	1-2	5-6
Termination benefits	-	-

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2025 (continued)

Principal 2

The total value of remuneration paid or payable to the Principals is in the following bands:

	2025 Actual \$000	2024 Actual \$000
<i>Salaries and Other Short-term Employee Benefits:</i>		
Salary and other payments	90-100	-
Benefits and other emoluments	2-3	-
Termination benefits	-	-

Other Employees

Number of other employee who received remuneration of over \$100,000 was in the following bands:

	2025 FTE Number	2024 FTE Number
Remuneration \$000		
100 - 110	3	6
110 - 120	4	3
120 - 130	1	0
130 - 140	0	1
140-150	1	-
	9	10

The disclosure for "other employees" does not include remuneration of the Principals.

NOTE 19 Compensations and Other Benefits upon leaving Remuneration

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 as follows:

	2025	2024
Number of persons	-	-
Total Value	\$0.00	\$0.00

NOTE 20 Contingencies

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

Holidays Act Compliance - schools payroll

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

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

Pay Equity and Collective Agreement Funding Wash-up

In 2025 the Ministry of Education provided collective agreement and pay equity settlement funding. At the date of signing the financial statements, the School's final entitlement for the year ended 31 December 2025 has not yet been advised. The School has therefore not recognised an asset or a liability regarding this funding wash-up, which is expected to be settled in July 2026.

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER, 2025 (continued)

NOTE 21 Commitments

(a) Capital Commitments

As at 31 December 2025 the Board had capital commitments of \$Nil (2024 \$95,725).

(b) Operating Commitments

As at balance date, the Board had no operating commitments. (2024 \$Nil).

NOTE 22 Financial Instruments

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

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Financial Assets Measured at Amortised Costs			
Cash and Cash Equivalents	294,426	568,041	523,831
Investments - Term Deposits	473,252	75,000	75,000
Receivables	276,454	215,726	215,726
Total Financial Assets Measured at Amortised Costs	<u>1,044,132</u>	<u>858,767</u>	<u>814,557</u>
Financial Liabilities Measured at Amortised Cost			
Payables	349,160	286,108	286,108
Finance Leases	46,598	37,726	55,226
Total Financial Liabilities Measured at Amortised Cost	<u>395,758</u>	<u>323,834</u>	<u>341,334</u>

NOTE 23 Events after Balance Date

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

INDEPENDENT AUDITOR'S REPORT

TO THE READERS OF NGONGOTAHA SCHOOL'S FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

The Auditor-General is the auditor of Ngongotaha School (the School). The Auditor-General has appointed me, Mark Peterson, using the staff and resources of BDO Rotorua Limited, to carry out the audit of the financial statements of the School on pages 2 to 21, that comprise the statement of financial position as at 31 December 2025, the statement of comprehensive revenue and expense, statement of changes in net assets/equity and statement of cash flows for the year ended on that date, and the notes to the financial statements that include accounting policies and other explanatory information.

Opinion

In our opinion the financial statements:

- present fairly, in all material respects:
 - the School's financial position as at 31 December 2025; and
 - the financial performance and cash flows for the year then ended; and
- comply with generally accepted accounting practice in New Zealand in accordance with Public Sector - Public Benefit Entity Standards, Reduced Disclosure Regime.

Our audit was completed on 27 May 2026. This is the date at which our opinion is expressed.

Basis for our opinion

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

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

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

Responsibilities of the Board for the financial statements

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

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

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

The Board's responsibilities arise from section 134 of the Education and Training Act 2020.

Responsibilities of the auditor for the audit of the financial statements

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

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

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

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

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

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

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

Our responsibilities arise from the Public Audit Act 2001.

Other information included in the Board's annual report

The Board is required to prepare an annual report which includes the annual financial statements and the audit report, as well as a Statement of Variance, an Evaluation of the School's Students' Progress and Achievement, a Statement of Compliance with Employment Policy, and a Statement of KiwiSport funding. The Board is responsible for the other information that it presents alongside its annual financial statements.

The other information obtained at the date of our audit report includes copies of the Board of Trustee Listing, Statement of Variance, Evaluation of the School's Students' Progress and Achievement, Statement of Compliance with Employment Policy, and Statement of KiwiSport funding.

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

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

Independence

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

Other than in our capacity as auditor, we have no relationship with, or interests in, the School.



Mark Peterson
BDO Rotorua Limited
On behalf of the Auditor-General
Rotorua, New Zealand