

Blind and Low Vision Education Network NZ

Annual Report

FOR THE YEAR ENDED 31 DECEMBER 2022

School Directory

Ministry Number:	4156
Principal:	Karen Stobbs
School Address:	2 McVilly Road, Manurewa
School Postal Address:	Private Bag 801, Manurewa, Auckland, 2243
School Phone:	09 266 7109
School Email:	karen.stobbs@blennz.school.nz

Members of the Board

Name	Position	How Position Gained	Term Expired/Expires
Mitch Harris	Presiding Member	Elected	Sep-22
Christopher Gunn	Presiding Member	Elected	Sep-25
Karen Stobbs	Principal	Appointed	
Nigel Ngahiwi	Other	Appointed	2024
Kelly Doyle	Staff Rep	Elected	Sep-22
John Mulka	Other	Appointed	Sep-25
David Cullen	Parent Rep	Elected	Sep-25
Christopher Gunn	Parent Rep	Elected	Sep-22
Ross Meikle	Parent Rep	Elected	Dec-23
Kylee Maloney	Other	Appointed	Feb-22
Kevin Manson	Other	Selected	2023
Pauline Melham	Other	Appointed	Dec-23
Wendy Chiang	Other	Appointed	Apr-22

Blind and Low Vision Education Network NZ

Annual Report - For the year ending 31 December 2022

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Blind and Low Vision Education Network NZ

Statement of Responsibility

For the year ended 31 December 2022

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

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

It is the opinion of the Board and management that the annual financial statements for the financial year ended 31 December 2022 fairly reflects the financial position and operations of the school.

The School's 2022 financial statements are authorised for issue by the Board.

Christopher Gunn

Full Name of Presiding Member




30-May-23

Date:

Karen Stobbs

Full Name of Principal



Signature of Principal

30-May-23

Date:

Blind and Low Vision Education Network NZ

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2022

	Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Revenue				
Government Grants	2	23,938,083	22,943,603	22,842,761
Locally Raised Funds	3	207,424	185,500	246,188
Interest Income		170,479	80,000	56,698
Gain on sale of Property, Plant and Equipment		235	-	12,476
Other Revenue		20,000	-	-
		<u>24,336,221</u>	<u>23,209,103</u>	<u>23,158,123</u>
Expenses				
Locally Raised Funds	3	107,429	158,000	113,710
Learning Resources	4-8	18,382,375	19,299,261	17,942,178
Administration	9	1,398,084	1,354,149	1,174,335
Property	10	2,182,615	2,754,499	2,009,332
Finance Costs		14,752	2,365	12,006
Depreciation	15	629,498	480,824	592,362
Loss on Disposal of Property, Plant and Equipment		8,986	-	13,037
		<u>22,723,739</u>	<u>24,049,098</u>	<u>21,856,960</u>
Net Surplus / (Deficit) for the year		<u>1,612,482</u>	<u>(839,995)</u>	<u>1,301,163</u>
Other Comprehensive Revenue and Expense		-	-	-
Other Comprehensive Revenue and Expense for the year		<u>1,612,482</u>	<u>(839,995)</u>	<u>1,301,163</u>

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

Blind and Low Vision Education Network NZ
Statement of Changes in Net Assets/Equity
For the year ended 31 December 2022

Notes	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Equity at 1 January	16,267,180	16,216,347	14,966,017
Total comprehensive revenue and expenses for the year	1,612,482	(839,995)	1,301,163
Capital Contributions from the Ministry of Education Contribution - Furniture and Equipment grant	256,350	-	0
	<u>18,136,012</u>	<u>15,376,352</u>	<u>16,267,180</u>
Accumulated comprehensive revenue and expense Reserves	18,136,012	15,376,352	16,267,180
Restricted Equity at start of the year	616,207	616,207	616,207
Transfer Homai Special Funds	(2,500)	-	0
Restricted Equity at the end of the year	<u>613,707</u>	<u>616,207</u>	<u>616,207</u>
Equity at 31 December	<u><u>18,749,719</u></u>	<u><u>15,992,559</u></u>	<u><u>16,883,387</u></u>

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

Blind and Low Vision Education Network NZ

Statement of Financial Position

As at 31 December 2022

	Notes	2022 Actual	2022 Budget	2021 Actual
		\$	(Unaudited) \$	\$
Current Assets				
Cash and cash equivalents	11	285,191	4,412,600	1,712,031
Accounts receivable	12	1,812,210	1,258,807	1,258,807
GST Receivable		155,747	260,999	260,999
Prepayments		140,600	71,908	71,908
Inventories	13	3,595	3,585	3,585
Investments	14	9,090,750	2,528,032	7,528,032
Funds Owed for Capital Works	20	29,946	-	9,275
		<u>11,518,039</u>	<u>8,535,931</u>	<u>10,844,637</u>
Current Liabilities				
Accounts payable	16	1,421,694	1,325,764	1,274,931
Revenue received in advance	17	68,497	54,782	54,782
Provision for Cyclical Maintenance	18	94,632	211,950	195,159
Finance Lease liability	19	77,572	71,642	71,642
Funds held for Capital Works Projects	20	61,596	-	-
		<u>1,723,991</u>	<u>1,664,138</u>	<u>1,596,514</u>
Working Capital Surplus or (Deficit)		9,794,048	6,871,793	9,248,123
Non-current Assets				
Property, Plant and Equipment	15	9,063,700	9,227,104	7,740,253
		<u>9,063,700</u>	<u>9,227,104</u>	<u>7,740,253</u>
Non-current Liabilities				
Finance Lease Liability	19	85,839	99,553	99,553
Provision for Cyclical Maintenance	18	22,190	6,785	5,436
		<u>108,029</u>	<u>106,338</u>	<u>104,989</u>
Net Assets		<u>18,749,719</u>	<u>15,992,559</u>	<u>16,883,387</u>
Equity		<u>18,749,719</u>	<u>15,992,559</u>	<u>16,883,387</u>

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

Blind and Low Vision Education Network NZ
Statement of Cash Flows
For the year ended 31 December 2022

		2022	2022	2021
	Note	Actual	Budget	Actual
		\$	(Unaudited)	\$
			\$	
Cash flows from Operating Activities				
Government Grants		9,557,243	8,564,957	9,355,522
Locally Raised Funds		(17,337)	185,500	313,563
Goods and Services Tax (net)		105,252	-	(223,468)
Payments to Employees		(4,283,438)	(4,702,050)	(4,281,161)
Payments to Suppliers		(3,624,450)	(1,707,869)	(3,365,258)
Interest Paid		(14,752)	(2,365)	(12,006)
Interest Received		98,483	80,000	58,080
Net cash from / (to) the Operating Activities		1,821,001	2,418,173	1,845,272
Cash flows from Investing Activities				
Proceeds from Sale of PPE (and Intangibles)		-	-	-
Purchase of PPE (and Intangibles)		(1,922,805)	-	(4,347,694)
Proceeds from Sale of Investments		(1,562,718)	-	2,479,734
Net cash from / (to) the Investing Activities		(3,485,523)	-	(1,867,960)
Cash flows from Financing Activities				
Furniture and Equipment Grant		256,350	-	-
Funds Administered on Behalf of Third Parties		40,925	-	(9,275)
Finance Lease Payments		(59,593)	-	(59,593)
		237,682	-	(68,868)
Net increase/(decrease) in cash and cash equivalents		(1,426,840)	2,418,173	(91,556)
Cash and cash equivalents at the beginning of the year	11	1,712,031	1,994,427	1,803,587
Cash and cash equivalents at the end of the year	11	285,191	4,412,600	1,712,031

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

Blind and Low Vision Education Network NZ

Notes to the Financial Statements

For the year ended 31 December 2022

1. Statement of Accounting Policies

a) Reporting Entity

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

b) Basis of Preparation

Reporting Period

The financial statements have been prepared for the period 1 January 2022 to 31 December 2022 and in accordance with the requirements of the Education and Training Act 2020.

Basis of Preparation

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

Financial Reporting Standards Applied

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

PBE Accounting Standards Reduced Disclosure Regime

The School qualifies for Tier 2 as the school is not publicly accountable and is not considered large as it falls below the expense threshold of \$30 million per year. All relevant reduced disclosure concessions have been taken.

Measurement Base

The financial statements are prepared on the historical cost basis unless otherwise noted in a specific accounting policy.

Presentation Currency

These financial statements are presented in New Zealand dollars, rounded to the nearest dollar.

Specific Accounting Policies

The accounting policies used in the preparation of these financial statements are set out below.

Critical Accounting Estimates And Assumptions

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Cyclical maintenance

A school recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the school buildings. The estimate is based on the school's best estimate of the cost of painting the school and when the school is required to be painted, based on an assessment of the school's condition. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 18.

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 14. Future operating lease commitments are disclosed in note 20b.

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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

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

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

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

Other Grants where conditions exist

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

Donations, Gifts and Bequests

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

Interest Revenue

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

d) Operating Lease Payments

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

e) Finance Lease Payments

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

f) Cash and Cash Equivalents

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

g) Accounts Receivable

Short-term receivables are recorded at the amount due, less an allowance for expected credit losses (uncollectable debts). The 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. 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.

i) Investments

Bank term deposits are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance. A loss allowance for expected credit losses is recognised if the estimated loss allowance is not trivial.

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 or directly by the board are recorded at cost, less accumulated depreciation and impairment losses.

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

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

Finance Leases

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

Depreciation

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

The estimated useful lives of the assets are:

Building Improvements	5-40 years
Furniture and Equipment	10-15 years
Information and Communication Technology	4-5 years
Motor Vehicles	5 years
Textbooks	3 years
Library Resources	12.5% DV
Leased assets held under a Finance Lease	Term of Lease

k) Intangible Assets

Software costs

Computer software acquired by the School are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. Costs associated with subsequent maintenance and research expenditure are recognised as an expense in the Statement of Comprehensive Revenue and Expense when incurred.

The carrying value of software is amortised on a straight line basis over its useful life. The useful life of software is estimated as three years. The amortisation charge for each period and any impairment loss is recorded in the Statement of Comprehensive Revenue and Expense.

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

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

Non cash generating assets

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

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

In determining fair value less costs to sell the school engages an independent valuer to assess market value based on the best available information. The valuation is based on a comparison to recent market transactions.

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

m) 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.

n) Employee Entitlements

Short-term employee entitlements

Employee entitlements that are expected to be settled within 12 months after the end of the reporting period in which the employees provide the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, annual leave earned, by non teaching staff, to but not yet taken at balance date.

Long-term employee entitlements

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

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

o) Revenue Received in Advance

Revenue received in advance relates to fees received from students and grants received where there are unfulfilled obligations for the School to provide services in the future. The fees 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 students, should the School be unable to provide the services to which they relate.

p) Funds Held in Trust

Funds are held in trust where they have been received by the School for a specified purpose, or are being held on behalf of a third party and these transactions are not recorded in the Statement of Comprehensive Revenue and Expense.

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

q) Funds held for Capital works

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

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

r) Shared Funds

Shared Funds are held on behalf of a cluster of participating schools as agreed with the Ministry of Education. In instances where funds are outside of the School's control, these amounts are not recorded in the Statement of Comprehensive Revenue and Expense. In instances where the school is determined to be the principal for providing the service related to the Shared Funds (such as the RTLB programme), all income and expenditure related to the provision of the service is recorded in the Statement of Comprehensive Revenue and Expense. The School holds sufficient funds to enable the funds to be used for their intended purpose.

s) 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 schools 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.

t) Financial Instruments

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

Investments that are shares are categorised as 'financial assets at fair value through other comprehensive revenue and expense' for accounting purposes in accordance with financial reporting standards. On initial recognition of an equity investment that is not held for trading, the School may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive revenue and expense. This election has been made for investments that are shares. Subsequent to initial recognition, these assets are measured at fair value. Dividends are recognised as income in surplus or deficit unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in other comprehensive revenue and expense and are never reclassified to surplus or deficit.

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

u) Borrowings

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

v) 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.

w) Budget Figures

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

x) Services received in-kind

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

2 Government Grants

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Operational grants	1,244,333	1,040,278	1,178,087
MOE Residential grant	1,702,598	1,702,597	1,881,788
MOE Resource Teachers of Vision Impairment grant	1,507,736	1,507,735	1,483,993
MOE Vision & Sensory Resource Centre grant	885,605	888,212	874,226
MOE Teachers salaries grant	12,873,789	12,223,000	12,189,310
Special Education Grants/ORS	1,084,396	1,003,010	1,031,979
MOE Document of Accountability Board Support	16,529	16,608	16,270
MOE Document of Accountability Assessment/Training	621,188	632,616	849,106
Regional Specialist Services	1,108,329	1,236,728	1,236,725
Use of land and buildings grant	1,633,477	2,140,692	1,501,782
Other Government grants	1,260,103	552,127	599,495
	<u>23,938,083</u>	<u>22,943,603</u>	<u>22,842,761</u>

3 Locally Raised Funds

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

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
<i>Revenue</i>			
Donations & Bequests	300	0	275
Fundraising & Community Grants	12,701	41,500	38,831
Fees for Extra Curricular Activities	9,652	6,000	6,588
Trading	184,771	138,000	200,494
	<u>207,424</u>	<u>185,500</u>	<u>246,188</u>
<i>Expenses</i>			
Fundraising and Community Grant Costs	7,649	20,000	238
Activities	99,780	138,000	113,472
Trading	107,429	158,000	113,710
	<u>214,858</u>	<u>316,000</u>	<u>237,420</u>
<i>Net Surplus for the year Locally raised funds</i>	<u>99,995</u>	<u>27,500</u>	<u>132,478</u>

4 Learning Resources - Day School

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Curricular	47,921	72,750	39,288
Equipment repairs	4,626	6,000	4,940
Employee benefits - salaries	12,497,749	12,417,771	12,186,694
Staff development	16,703	25,000	19,714
	<u>12,566,999</u>	<u>12,521,521</u>	<u>12,250,636</u>

5 Learning Resources - ORS

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Curricular	275,397	335,217	202,818
Equipment repairs	265	1,000	4,171
Employee benefits - salaries	705,241	707,693	603,132
Staff development	-	3,000	2,514
	<u>980,903</u>	<u>1,046,910</u>	<u>812,635</u>

6 Learning Resources - Residential

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Curricular	278,693	302,115	181,207
Equipment repairs	5,291	3,500	3,249
Employee benefits - salaries	759,335	874,806	932,169
Staff development	21,357	24,215	18,650
	<hr/> 1,064,676	<hr/> 1,204,636	<hr/> 1,135,275

7 Learning Resources - National Services

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Curricular	1,318,929	1,824,565	1,186,557
Equipment repairs	5,680	8,650	5,294
Employee benefits - salaries	1,989,063	2,227,667	1,955,526
Staff development	442,013	453,792	587,887
	<hr/> 3,755,685	<hr/> 4,514,674	<hr/> 3,735,264

8 Learning Resources - Vision Resource Centres

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Curricular	2,336	8,600	4,452
Employee benefits - salaries	4,833	2,520	3,763
Staff development	6,943	400	153
	<hr/> 14,112	<hr/> 11,520	<hr/> 8,368

9 Administration

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Audit Fees	11,580	11,580	11,243
Board of Trustees fees	5,960	12,000	7,742
Board of Trustees expenses	74,518	46,671	32,958
Communication	538,598	621,589	493,901
Consumables	7,000	7,000	7,107
Operating Leases	6,295	-	149
Legal Fees	21,136	2,000	206
Other	159,485	172,325	142,292
Employee benefits - salaries	523,981	438,151	439,409
Insurance	7,820	4,333	3,936
Service providers, Contractors, and Consultancy	41,711	38,500	35,392
	<hr/> 1,398,084	<hr/> 1,354,149	<hr/> 1,174,335

10 Property

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Caretaking and Cleaning Consumables	66,546	38,500	33,863
Cyclical Maintenance Expense	55,377	18,140	8,150
Grounds	7,537	5,500	3,804
Heat, Light and Water	142,401	197,675	134,156
Rates	12,729	12,250	5,916
Repairs and Maintenance	93,401	72,300	72,856
Use of Land and Buildings	1,633,477	2,140,692	1,501,782
Security	10,513	13,000	9,568
Employee Benefits - Salaries	160,410	256,442	234,856
Property Rental	224	-	4,381
	<u>2,182,615</u>	<u>2,754,499</u>	<u>2,009,332</u>

The use of land and buildings figure represents 5% of the school's total property value. Property values are established as part of the nation-wide revaluation exercise that is conducted every 30 June for the Ministry of Education's year-end reporting purposes.

11 Cash and Cash Equivalents

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Cash on hand	8,251	1,000	2,163
Bank Current account	165,637	3,911,600	1,153,328
Bank Call account	111,303	500,000	556,540
Short-term Bank Deposits	-	-	-
Cash and cash equivalents for Statement of Cash Flows	<u>285,191</u>	<u>4,412,600</u>	<u>1,712,031</u>

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

Of the \$9,375,941 in the School's funds (including Cash and Cash Equivalents and Investments), \$613,707 is held on behalf of Homai Special Funds (2021: \$616,207)

12 Accounts Receivable

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Receivables	150,007	248,983	7,699
Receivables from the Ministry of Education	5,434	-	41,897
Interest accrued	87,660	17,046	15,664
Staffing Banking underusage	488,263	44,682	152,275
Teacher salaries grant	1,080,846	948,096	1,041,272
	<u>1,812,210</u>	<u>1,258,807</u>	<u>1,258,807</u>
Receivables from Exchange transactions	237,667	17,046	15,664
Receivables from non-exchange transactions	1,574,543	1,241,761	1,243,143
	<u>1,812,210</u>	<u>1,258,807</u>	<u>1,258,807</u>

13 Inventories

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Assessment Stock	3,595	3,585	3,585

14 Investments

The school's investment activities are classified as follows

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Current Assets			
Short-term Bank Deposits	9,090,750	2,528,032	7,528,032

15 Property, Plant and Equipment

2022	Opening Balance (NBV) \$	Additions \$	Disposals \$	Impairment \$	Depreciation \$	Total (NBV) \$
Building improvements	941,549	218,180	-	-	(72,003)	1,087,726
Furniture and equipment	1,111,566	284,320	(7,810)	-	(208,417)	1,179,659
Information and communication technology	602,335	153,612	(1,176)	-	(184,852)	569,919
Leased assets	156,629	77,621	-	-	(88,177)	146,073
Motor Vehicles	10,942	-	-	-	(704)	10,238
Swimming Pool Development	4,917,232	1,228,198	-	-	(75,345)	6,070,085
Balance at 31 December 2022	7,740,253	1,961,931	(8,986)	-	(629,498)	9,063,700

	2022 Cost or Valuation \$	2022 Accumulated Depreciation \$	2022 Net Book Value \$	2021 Cost or Valuation \$	2021 Accumulated Depreciation \$	2021 Net Book Value \$
Building improvements	1,613,530	(525,804)	1,087,726	1,395,351	(453,802)	941,549
Furniture and equipment	3,657,941	(2,478,282)	1,179,659	3,477,712	(2,366,146)	1,111,566
Information and communication technology	1,359,964	(790,045)	569,919	1,318,914	(716,579)	602,335
Leased Assets	297,301	(151,228)	146,073	281,794	(125,165)	156,629
Motor Vehicles	3,913	6,325	10,238	3,913	7,029	10,942
Swimming Pool Development	6,145,430	-	6,070,085	4,917,232	-	4,917,232
Balance at 31 December	13,078,079	(3,939,034)	9,063,700	11,394,916	(3,654,663)	7,740,253

The net carrying value of equipment held under a finance lease is \$146,073 (2021: \$156,629)

Restrictions

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.

16 Accounts Payable

	2022 Actual \$	2022 Budget (Unaudited) \$	2021 Actual \$
Creditors	195,872	258,701	76,634
Accruals	8,580	8,038	8,743
Employee benefits - salaries	1,080,846	948,096	1,041,272
Employee benefits - leave accrual	136,396	110,929	148,282
	1,421,694	1,325,764	1,274,931
Payable for exchange transactions	204,452	266,739	85,377
Payables for non-exchange transactions - other	1,217,242	1,059,025	1,189,554
	1,421,694	1,325,764	1,274,931

The carrying value of payables approximates their fair value.

17 Revenue received in advance

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Other revenue in Advance	68,497	54,782	54,782
	<u>68,497</u>	<u>54,782</u>	<u>54,782</u>

18 Cyclical Maintenance

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Provision at the Start of the Year	200,595	200,595	192,445
Increase to the Provision During the Year	28,503	18,140	48,171
Use of the Provision During the Year	(139,150)	-	-
Other Adjustments	26,874	-	(40,021)
Provision at the end of the year	<u>116,822</u>	<u>218,735</u>	<u>200,595</u>
Cyclical maintenance - Current	94,632	211,950	195,159
Cyclical maintenance - Term	22,190	6,785	5,436
	<u>116,822</u>	<u>218,735</u>	<u>200,595</u>

The schools cyclical maintenance schedule details annual painting to be undertaken, the costs associated to this annual work will vary dependent on the requirements during the year. This plan is based on quotes and recent painting costs.

19 Finance Lease Liability

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

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
No Later than One Year	89,194	71,642	82,818
Later than One Year and no Later than Five Years	94,352	99,553	112,129
Future Finance Charges	(20,135)	-	(23,752)
	<u>163,411</u>	<u>171,195</u>	<u>171,195</u>
Represented by			
Finance lease liability - Current	77,572	71,642	71,642
Finance lease liability - Non current	85,839	99,553	99,553
	<u>163,411</u>	<u>171,195</u>	<u>171,195</u>

20 Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects. The amount of cash held on behalf of the Ministry for capital works project is included under cash and cash equivalents in note 11.

2022	Project No.	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions	Closing Balances \$
SIP - Titoki Upgrade	229492	(9,275)	162,000	(389,164)	218,439	(18,000)
AVRC Fire Remediation		-	-	(11,946)	-	(11,946)
Scott Point Playground		-	150,000	(88,404)	-	61,596
Totals		(9,275)	312,000	(489,514)	218,439	31,650

Represented by:

Funds Held on Behalf of the Ministry of Education	61,596
Funds Due from the Ministry of Education	(29,946)
	<u>31,650</u>

2021	Project No.	Opening Balances \$	Receipts from MoE \$	Payments \$	Board Contributions	Closing Balances \$
SIP - Titoki Upgrade	229492	-	20,000	(29,275)	-	(9,275)
Totals		-	20,000	(29,275)	-	(9,275)

Represented by:

Funds Held on Behalf of the Ministry of Education	-
Funds Due from the Ministry of Education	(9,275)
	<u>(9,275)</u>

21 Related Party Transactions

The School is a controlled entity of the Crown, and the Crown provides the major source of revenue to the school. The school enters into transactions with other entities also controlled by the Crown, such as government departments, state-owned enterprises and other Crown entities. Transactions with these entities are not disclosed as they occur on terms and conditions no more or less favourable than those that it is reasonable to expect the school would have adopted if dealing with that entity at arm's length.

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

22 Remuneration

Key management personnel compensation

Key management personnel of the school include all trustees of the board, principal, deputy principals and head of departments

	2022 Actual \$	2021 Actual \$
<i>Board members</i>		
Remuneration	5,960	7,742
<i>Leadership team</i>		
Remuneration	1,550,413	1,485,637
Full-time equivalent members	12.70	12.70
	12.70	12.70
	1,556,373	1,493,379

There are 8 members of the Board excluding the Principal. The Board had held 6 full meetings of the Board in the year. The Board also has Finance (3 members) and Property (6 members) that met 6 times. As well as these regular meetings, including preparation time, the Presiding member and other Board members have also been involved in ad hoc meetings.

Principal

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

	2022 Actual \$000	2021 Actual \$000
Salaries and other short term employee benefits:		
Salary and other payments	180 - 190	170 - 180
Benefits and other emoluments	4 - 5	0 - 5
Termination benefits	-	-

Other Employees

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

Remuneration \$000	2022 FTE number	2021 FTE number
100-110	15	12
110-120	9	5
120-130	-	1
130-140	1	-
	25	18

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

23 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 as follows:

	2022 Actual	2021 Actual
Total value	50,000	-
Number of people	1	-

24 Contingencies

There were no contingent assets or liabilities as at 31 December 2022. (2021: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's review of the schools sector payroll to ensure compliance with the Holidays Act 2003 is ongoing. Final calculations and potential impact on any specific individual will not be known until further detailed analysis and solutions have been completed.

To the extent that any obligation cannot reasonably be quantified at 31 December 2022, a contingent liability for the school may exist.

25 Commitments

(a) Capital Commitments

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

\$221,010 contract for the Scott Point School Playground as agent for the Ministry of Education. This project is partly fully funded by the Ministry and partly by the School and \$150,000 has been received of which \$88,404 has been spent on the project to balance date. This project has been approved by the Ministry.

(Capital commitments at 31 December 2021: The school has committed to spend \$1.35m in 2022 on the upgrade of the swimming pool building and hoist equipment. The Ministry has approved funding for this project.)

(b) Operating Commitments

There are no operating commitments as at 31 December 2022 (Operating commitments as 31 December 2021: nil)

26 Financial Instruments

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

Financial assets measured at amortised cost

	2022 Actual	2022 Budget (Unaudited)	2021 Actual
	\$	\$	\$
Cash and cash equivalents	285,191	4,412,600	1,712,031
Receivables	1,812,210	1,258,807	1,258,807
Investments - Term deposits	9,090,750	2,528,032	7,528,032
Total Cash and Receivables	<u>11,188,151</u>	<u>8,199,439</u>	<u>10,498,870</u>

Financial liabilities measured at amortised cost

Payables	1,421,694	1,325,764	1,274,931
Finance leases	163,411	171,195	171,195
Total financial liabilities measured at amortised cost	<u>1,585,105</u>	<u>1,496,959</u>	<u>1,446,126</u>

27 Events after balance date

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

Statement of Compliance with Employment Policy

For the year ended 31st December 2022 the Blind and Low Vision Education Network NZ Board:

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