

ROSMINI COLLEGE

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2018

School Directory

Ministry Number	39
Headmaster	Mr N. C. Cooper
School Address	36 Dominion St, Takapuna, Auckland
School Postal Address	36 Dominion St, Takapuna, Auckland
School Phone	09 4895417
School Fax	09 4895323
School email	admin@rosmini.school.nz

Members of the Board of Trustees

Shane Page	Proprietor's Representative	Chairman	March 2019
Nixon Cooper	Headmaster	ex officio	
Jason Shoebridge	Parent Representative	Treasurer	March 2019
Angela Busby	Parent Representative		March 2019
Shayne Doyle	Proprietor's Representative		March 2019
Owen Hughes	Staff Representative		March 2019
Juliet Hyatt-Brown	Parent Representative		March 2019
Ian Jones	Parent Representative		March 2019
Anthony Mullins	Proprietor's Representative		March 2019
Ed Timings	Parent Representative		March 2019
Oliver Lee	Proprietor's Representative		March 2019
Henry Pivac	Student Representative		September 2019

Accountant Johnston Associates Chartered Accountants

Rosmini College

Annual Report For The Year Ended 31 December 2018

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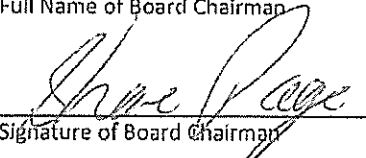
Rosmini College
Statement of Responsibility
For The Year Ended 31 December 2018


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

The management (including the Headmaster 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 2018 fairly reflect the financial position and operations of the School.

The School's 2018 financial statements are authorised for issue by the Board.

Shane Page
Full Name of Board Chairman

Signature of Board Chairman
30/05/2019
Date

Nixon Charles Cooper
Full Name of Headmaster

Signature of Headmaster
30/5/19
Date

Rosmini College

Statement of Comprehensive Revenue and Expense

For The Year Ended 31 December 2018

	Notes	2018 Actual \$	2018 Budget (unaudited) \$	2017 Actual \$
Revenue				
Government Grants	2	7,542,830	7,567,000	7,477,211
Locally Raised Funds	3	1,555,971	1,547,750	1,330,685
International Students	4	605,771	600,000	588,174
Interest Earned		62,076	45,000	43,634
Land and Buildings Grant		3,970,862	3,970,862	3,970,862
		<u>13,737,510</u>	<u>13,730,612</u>	<u>13,410,566</u>
Expenditure				
Locally Raised Funds	3	308,476	274,750	70,089
International Students	4	111,996	105,000	99,459
Learning Resources	5	7,630,583	7,840,000	7,598,276
Administration	6	624,185	589,000	558,457
Property	7	4,731,111	4,783,362	4,720,998
Depreciation	8	269,006	260,000	292,276
Amortisation of Equitable Lease	27	115,185	115,185	115,185
Loss on Disposal of Asset (Library disposals)	13	1,554	-	934
		<u>13,792,095</u>	<u>13,967,297</u>	<u>13,455,674</u>
Net Surplus (Deficit)		<u>(54,585)</u>	<u>(236,685)</u>	<u>(45,108)</u>
Other Comprehensive Revenue and Expenses		-	-	-
Total Comprehensive Revenue and Expenses for the Year		<u>(54,585)</u>	<u>(236,685)</u>	<u>(45,108)</u>

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

Rosmini College
Statement of Changes in Net Assets/Equity

For The Year Ended 31 December 2018

	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
Balance at 1 January 2018	2,276,578	2,276,578	2,321,686
Total comprehensive revenue and expense for the year	(54,585)	(236,685)	(45,108)
Equity at 31 December 2018	2,221,993	2,039,893	2,276,578
Retained Earnings	2,221,993	2,039,893	2,276,578
Reserves	-	-	-
Equity at 31 December 2018	2,221,993	2,039,893	2,276,578

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

Rosmini College

Statement of Financial Position

As at 31 December 2018

	Notes	2018 Actual \$	2018 Budget (unaudited) \$	2017 Actual \$
Current Assets				
Cash and Cash equivalents	9	263,862	350,789	437,344
Accounts Receivable	10	402,745	431,700	382,360
GST Receivable		23,803	4,000	13,927
Prepayments		31,354	30,000	34,172
Inventories	11	18,842	17,000	38,985
Investments	12	1,750,000	1,500,000	1,443,746
		<u>2,490,605</u>	<u>2,333,489</u>	<u>2,350,534</u>
Current Liabilities				
Accounts Payable	14	472,696	480,000	431,259
Revenue Received in Advance	15	407,701	460,000	469,435
Funds held in Trust	16	133,331	120,000	126,726
Provision for Cyclical Maintenance	17	128,842	12,500	135,925
Finance Lease Liability - Current Portion	18	56,494	97,824	97,824
		<u>1,199,063</u>	<u>1,170,324</u>	<u>1,261,169</u>
Working Capital Surplus or (Deficit)		1,291,542	1,163,165	1,089,365
Non-Current Assets				
Plant and Equipment	13	653,063	634,064	784,064
Equitable Leasehold Interest	27	473,707	473,707	588,892
		<u>1,126,770</u>	<u>1,107,771</u>	<u>1,372,956</u>
Non-Current Liabilities				
Provision for Cyclical Maintenance	17	145,800	145,800	100,500
Finance Lease Liability - Non- Current	18	50,519	85,243	85,243
		<u>196,319</u>	<u>231,043</u>	<u>185,743</u>
Net Assets		<u>2,221,993</u>	<u>2,039,893</u>	<u>2,276,578</u>
Equity		<u>2,221,993</u>	<u>2,039,893</u>	<u>2,276,578</u>

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

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Rosmini College
Statement of Cash Flows
For The Year Ended 31 December 2018

Note	2018 Actual \$	2018 Budget (Unaudited) \$	2017 Actual \$
Cash Flows from Operating Activities			
Government Grants	1,895,908	1,848,000	1,862,488
Locally Raised Funds	1,531,097	1,343,702	1,357,876
International Students	568,610	597,863	597,036
Goods and Services Tax (net)	(9,876)	9,927	(786)
Payments to Employees	(1,601,112)	(1,566,000)	(1,580,220)
Payments to Suppliers	(1,909,889)	(2,118,619)	(1,850,162)
Interest Received	59,569	45,719	34,962
Funds Administered on Behalf of Third Parties	6,605	(6,726)	42,659
Net cash from/(to) the Operating Activities	540,912	153,866	463,853
Cash Flows from Investing Activities			
Purchase of PPE (and intangibles)	(139,559)	(110,000)	(107,456)
Purchase of Investments	(306,254)	(56,254)	(477,482)
Net cash from/(to) the Investing Activities	(445,813)	(166,254)	(584,938)
Finance Lease Payments			
	(74,167)	(74,167)	(74,167)
	(74,167)	(74,167)	(74,167)
Net increase/(decrease) in cash and cash equivalents	20,932	(86,555)	(195,252)
Cash and cash equivalents at the beginning of the year note 9	437,344	437,344	632,596
Cash and cash equivalents at the end of the year note 9	458,276	350,789	437,344

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

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

Rosmini College

Notes to Financial Statements

For The Year Ended 31 December 2018

1. Statement of Accounting Policies

For the year ended 31 December 2018

(a) Reporting Entity

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

(b) Basis of Preparation

Reporting Period

The financial reports have been prepared for the period 1 January 2018 to 31 December 2018 and in accordance with the requirements of the Public Finance Act 1989.

Basis of Preparation

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

Financial Reporting Standards Applied

The Education Act 1989 requires the School, as a Crown entity, to prepare financial statements in accordance with generally accepted accounting practice. The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand, applying 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 expenditure threshold of \$30 million per year. All relevant reduced disclosure concessions have been taken.

Measurement Base

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

Presentation Currency

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

Specific Accounting policies

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

Critical Accounting Estimates and Assumptions

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

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

Useful lives of plant and equipment

The School reviews the estimated useful lives of plant and equipment at the end of each reporting date. The School believes that the estimated useful lives of plant and equipment as disclosed in the Significant Accounting Policies are appropriate to the nature of the plant and equipment at reporting date. Plant and equipment are disclosed in Note 13.

Critical Judgements in applying Accounting Policies

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

Classification of leases

The School reviews the details of lease agreements at the end of each reporting date. The School believes the classification of each lease as either operation or finance is appropriate and reflects the nature of the agreement in place. Finance Leases are disclosed at Note 18.

Recognition of Grants

The School reviews the grant 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 Schools

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

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

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

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

Other Grants

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.

Grants for the use of land and buildings are also 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 Proprietor. Use of land and building grants are recorded as income in the period the school uses the land and buildings.

Donations, Gifts and Bequests

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

Interest Revenue

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

(d) Use of Land and Buildings Expense

The property from which the School operates is owned by the Proprietor. The expense is based on an assumed market rental yield on the land and buildings as used for rating purposes. This is a non-cash expense that is offset by a non-cash grant from the Proprietor.

(e) 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.

(f) 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.

(g) 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.

(h) Accounts Receivable

Accounts Receivable represents items that the School has issued invoices for or accrued for but has not received payment for at year end. Receivables are initially recorded at fair value and subsequently recorded at the amount the School realistically expects to receive. A receivable is considered uncollectible where there is objective evidence the School will not be able to collect all amounts due. The amount that is uncollectible (the provision for uncollectibility) is the difference between the amount due and the present value of the amounts expected to be collected.

(i) Inventories

Inventories are consumable items held for sale and comprise of stationery. 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.

(j) Investments

Bank term deposits for periods exceeding 90 days are classified as investments and are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance. After initial recognition, bank term deposits are measured at amortised cost using the effective interest method less impairment. After initial recognition, any investments categorised as available for sale are measured at their fair value without any deduction for transaction costs the School may incur on sale or other disposal.

The School has met the requirements of Schedule 6 para. 28 of the Education Act 1989 in relation to the acquisition of securities.

(k) Plant and Equipment

Land and buildings owned by the Proprietor are excluded from these financial statements. The Board's use of the land and buildings as "occupant" is based on a property occupancy document. Improvements to buildings owned by the Proprietor are recorded at cost, less accumulated depreciation and impairment losses.

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.

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

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

Leased Assets

Leases where the School assumes substantially all the risks and rewards of ownership are classified as finance leases. The assets acquired by way of finance lease are measured at an amount equal to the lower of their fair value and the present value of the minimum lease payments at inception of the lease, less accumulated depreciation and impairment losses. Leased assets and corresponding liability are recognised in the Statement of Financial Position and leased assets are depreciated over the period the School is expected to benefit from their use or over the term of the lease.

Depreciation

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:

Audio-Visual Equipment	5 years	
Computer Equipment	5 years	
Furniture and Fittings	10 years	
Leased Assets held under Finance Lease	3-5 years	
Library Resources	12.50%	Diminishing value
Motor Vehicles	5 years	
Musical Equipment	5-10 years	
Office Equipment	5-10 years	
Other Equipment	5-10 years	
Plant and Equipment	10 years	

(I) Impairment of property, plant and equipment and intangible assets

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

Non-cash generating assets

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

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

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

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

(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 benefits that are due to be settled within 12 months after the end of the period in which the employee renders the related service are measured based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, annual leave earned to but not yet taken at balance date.

(o) 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 Revenue and Expense. The School holds sufficient funds to enable the funds to be used for their intended purpose at any time.

(p) Revenue Received in Advance

Revenue received in advance relates to fees received from international students and contributions from local students where there are unfulfilled obligations for the School to provide services in the future. The fees/contributions are recorded as revenue as the obligations are fulfilled and the fees earned. The School holds sufficient funds to enable the refund of unearned fees in relation to international students should the School be unable to provide the services to which they relate.

(q) Provision for Cyclical Maintenance

The property from which the School operates is owned by the Proprietor. The Board is responsible for maintaining the land, buildings and other facilities on the school site in a state of good order and repair. Cyclical maintenance, which involves painting the interior and exterior of the school, makes up the most significant part of the Board's responsibilities outside day-to-day maintenance. The provision for cyclical maintenance represents the obligation the Board has to the Proprietor and is based on the Board's ten-year property plan (10YPP).

(r) Financial Assets and Liabilities

The School's financial assets comprise cash and cash equivalents, accounts receivable and investments. All of these financial assets are categorised as "loans and receivables" for accounting purposes in accordance with financial reporting standards.

The School's financial liabilities comprise accounts payable and finance lease liability. All of these financial liabilities are categorised as "financial liabilities measured at amortised cost" for accounting purposes in accordance with financial reporting standards.

(s) 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 flow.

Commitments and contingencies are disclosed exclusive of GST.

(t) Budget figures

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

Notes to the Financial Statements

2. Government Grants	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
Operational Grants	1,712,705	1,735,000	1,752,054
Teachers' Salaries Grant (incl ACC)	5,646,922	5,719,000	5,614,723
Other MOE Grants incl. laptops subsidy	183,203	113,000	110,434
	<u>7,542,830</u>	<u>7,567,000</u>	<u>7,477,211</u>

3. Local Fundraising

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

	2018 Actual	2018 Budget (unaudited)	2017 Actual
<i>Revenue</i>	\$	\$	\$
Donations incl. parental contributions	603,560	595,000	617,903
Fundraising	662,241	683,000	614,999
Activities	74,511	33,000	32,581
School Trip - Australia	33,634	33,600	-
School Trip - Japan	35,995	36,000	-
School Trip - United States of America	127,150	127,150	-
Trading	18,881	40,000	65,202
	<u>1,555,971</u>	<u>1,547,750</u>	<u>1,330,685</u>
<i>Expenses</i>			
Donations - associated costs	-	-	-
Fundraising (cost of raising funds)	27,342	15,000	7,787
Activities	69,117	33,000	36,509
School Trip - Australia	33,634	33,600	-
School Trip - Japan	35,995	36,000	-
School Trip - United States of America	127,150	127,150	-
Trading	15,238	30,000	25,793
	<u>308,476</u>	<u>274,750</u>	<u>70,089</u>
<i>Surplus for the year Locally Raised Funds</i>	<u>1,247,495</u>	<u>1,273,000</u>	<u>1,260,596</u>

The School had the following overseas trips in 2018:

The First Eleven cricket team travelled to Australia to play in a cricket tournament.

A group of students studying Japanese travelled to Japan to experience Japanese culture and language.

A group of 18 students studying Science travelled to the United States of America to further their interest and expand their knowledge in the field of science.

All the above trips were funded by the students who travelled.

4. International Student Revenue and Expenses	2018 Actual	2018 Budget (unaudited)	2017 Actual
International Student Roll	41	40	42
<i>Revenue</i>	\$	\$	\$
International Student Fees	605,771	600,000	588,174
	<u>605,771</u>	<u>600,000</u>	<u>588,174</u>
<i>Expenses</i>			
Commissions	65,620	60,000	56,642
Other costs	34,314	33,000	31,004
International Student Levy	12,062	12,000	11,813
	<u>111,996</u>	<u>105,000</u>	<u>99,459</u>
<i>Surplus for the year International Students</i>	<u>493,775</u>	<u>495,000</u>	<u>488,715</u>

5. Learning Resources	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
Curricular	464,832	540,000	484,577
ICT	11,703	21,000	11,527
Employee Benefits - Salaries	6,622,845	6,663,000	6,578,250
Extra-Curricular Activities	494,689	580,000	490,307
Library Resources	7,883	6,000	4,761
Staff Development	28,631	30,000	28,854
	<u>7,630,583</u>	<u>7,840,000</u>	<u>7,598,276</u>

6. Administration	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
Accountancy, Financial Fees	8,497	8,000	7,597
Audit Fees	8,197	9,000	8,633
Board of Trustees Fees	7,480	7,000	6,930
Board of Trustees Expenses	1,188	5,000	4,078
Communication	28,605	28,500	29,505
Consumables	37,357	22,000	19,020
Insurance	14,342	14,000	13,325
Legal Fees	1,900	2,000	1,000
Other	37,553	29,500	26,771
Postage	6,571	9,000	7,768
Employee Benefits - Salaries	472,494	455,000	433,830
	<u>624,185</u>	<u>589,000</u>	<u>558,457</u>

7. Property

	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
Caretaking and Cleaning Costs	188,300	193,500	187,150
Cyclical Maintenance Provision	65,000	65,000	65,000
Employee Benefits -Salaries	174,129	180,000	201,363
Grounds	116,056	147,000	82,121
Heat, Light and Water	85,836	94,000	99,778
Rates	87	-	88
Repairs, Maintenance and Security	99,675	106,000	89,060
Use of Land and Buildings - Integrated	3,970,862	3,970,862	3,970,862
Vehicle Expenses	31,166	27,000	25,576
	<u>4,731,111</u>	<u>4,783,362</u>	<u>4,720,998</u>

8. Depreciation of Plant and Equipment

	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
Audio-Visual Equipment	16,304	16,000	18,881
Computer Equipment	102,059	93,745	109,480
Furniture and Fittings	20,232	20,000	23,225
Lease laptops	37,347	37,347	37,347
Lease copiers	39,908	39,908	39,908
Library Resources	7,777	8,000	7,409
Motor Vehicles	11,368	12,000	17,034
Musical Equipment	14,360	14,000	17,314
Office Equipment	-	-	-
Other Equipment	-	-	-
Plant and Equipment	19,651	19,000	21,678
	<u>269,006</u>	<u>260,000</u>	<u>292,276</u>

9. Cash and Cash Equivalents

	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
Bank Current Account	245,125	50,789	133,343
Bank Call Accounts	18,737	300,000	304,001
Net Cash and Cash Equivalents for Cash Flow Statement	<u>263,862</u>	<u>350,789</u>	<u>437,344</u>

10. Accounts Receivable

	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
Debtors	3,000	2,700	2,700
Interest Accrued	15,226	12,000	12,719
Teacher Salaries Grant - MOE only	384,518	417,000	366,941
	<u>402,745</u>	<u>431,700</u>	<u>382,360</u>
Receivables from Exchange Transactions	18,226	14,700	15,419
Receivables from Non-Exchange Transactions	384,518	417,000	366,941
	<u>402,745</u>	<u>431,700</u>	<u>382,360</u>

11. Inventories

	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
Stationery	18,842	8,000	12,876
Uniforms	-	9,000	26,109
	<u>18,842</u>	<u>17,000</u>	<u>38,985</u>

12. Investments

The School's investments activities are classified as follows

	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
<i>Current asset</i>			
Eight short-term bank deposits with maturities greater than three months and no greater than one year	1,750,000	1,500,000	1,443,746
	<u>1,750,000</u>	<u>1,500,000</u>	<u>1,443,746</u>

13. Plant and Equipment

2018	Op. Bal NBV	Additions	Disposals	Impair.	Depreciation	Total NBV
	\$	\$	\$	\$	\$	\$
Audio-Visual	44,416	11,013	-	-	16,304	39,125
Computer	231,758	91,685	-	-	102,059	221,384
Furniture	113,737	3,948	-	-	20,232	97,453
Lease laptops	45,627	-	-	-	37,347	8,280
Lease copiers	119,722	-	-	-	39,908	79,814
Library	51,877	10,584	1,554	-	7,777	53,130
Motor Veh.	37,498	-	-	-	11,368	26,130
Musical	41,669	7,430	-	-	14,360	34,739
Office	-	-	-	-	-	-
Other	-	-	-	-	-	-
Plant	97,760	14,899	-	-	19,651	93,008
Balance at	784,064	139,559	1,554	-	269,006	653,063

31 Dec 2018

2018	Cost or Valuation	Accum. Depreciation	Net Book Value
	\$	\$	\$
Audio-Visual Equipment	285,971	246,846	39,125
Computer Equipment	958,486	737,102	221,384
Furniture and Fittings	586,088	488,635	97,453
Lease laptops	112,153	103,873	8,280
Lease copiers	199,538	119,724	79,814
Library Resources	119,811	66,681	53,130
Motor Vehicles	113,502	87,372	26,130
Musical Equipment	135,993	101,254	34,739
Office Equipment	32,740	32,740	0
Other Equipment	38,289	38,289	0
Plant and Equipment	467,202	374,194	93,008
Balance at 31 December 2018	3,049,773	2,396,710	653,063

2017	Op. Bal NBV	Additions	Disposals	Impair.	Depreciation	Total NBV
	\$	\$	\$	\$	\$	\$
Audio-Visual	45,410	17,887	-	-	18,881	44,416
Computer	320,759	20,479	-	-	109,480	231,758
Furniture	115,997	20,965	-	-	23,225	113,737
Lease laptops	82,974	-	-	-	37,347	45,627
Lease copiers	159,630	-	-	-	39,908	119,722
Library	49,649	10,571	934	-	7,409	51,877
Motor Veh.	54,532	-	-	-	17,034	37,498
Musical	39,886	19,097	-	-	17,314	41,669
Office	-	-	-	-	-	-
Other	-	-	-	-	-	-
Plant	100,981	18,457	-	-	21,678	97,760
Balance at	969,818	107,456	934	-	292,276	784,064

31 Dec 2017

	Cost or Valuation	Accum. Depreciation	Net Book Value
2017	\$	\$	\$
Audio-Visual Equipment	274,958	230,542	44,416
Computer Equipment	866,801	635,043	231,758
Furniture and Fittings	582,140	468,403	113,737
Lease laptops	112,153	66,526	45,627
Lease copiers	199,538	79,816	119,722
Library Resources	109,144	57,267	51,877
Motor Vehicles	113,502	76,004	37,498
Musical Equipment	128,563	86,894	41,669
Office Equipment	32,740	32,740	0
Other Equipment	38,289	38,289	0
Plant and Equipment	452,303	354,543	97,760
Balance at 31 December 2017	2,910,131	2,126,067	784,064

14. Accounts Payable

	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
Operating Creditors	66,743	50,000	45,818
Accruals incl Employee Benefits Payable - MOE Sals, ACC, Audit, Acct.	405,953	430,000	385,441
Employee Benefits Payable - Leave Accrual	-	-	-
	472,696	480,000	431,259
Payables for Exchange Transactions	472,696	480,000	431,259
Payables for Non- Exchange Transactions - Taxes payable	-	-	-
	472,696	480,000	431,259

The carrying value of payables approximates their fair value.

15. Revenue Received in Advance

	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
International Student Fees	324,977	360,000	362,137
Local Contributions in Advance	82,724	100,000	107,298
	407,701	460,000	469,435

16. Funds Held in Trust

	2018 Actual	2018 Budget (unaudited)	2017 Actual
	\$	\$	\$
International Extras to pay	133,331	120,000	126,726
	133,331	120,000	126,726

These funds are held where the School is agent for representative amounts and therefore these are not included in the Statement of Comprehensive Revenue and Expense.

17. Provision for Cyclical Maintenance	2018	2018	2017
	Actual	Budget (unaudited)	Actual
	\$	\$	\$
Provision at the Start of the Year	236,425	236,425	217,037
Increase to the Provision During the Year	65,000	65,000	65,000
Use of the Provision During the Year	(26,783)	(143,125)	(45,612)
Provision at the End of the Year	274,642	158,300	236,425
Cyclical Maintenance - Current Liability	128,842	12,500	135,925
Cyclical Maintenance - Term Liability	145,800	145,800	100,500
	274,642	158,300	236,425

The Board has a cash management plan to ensure that sufficient cash is available to meet all maintenance obligations as they fall due over the next 10 years. The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligations at 31 December 2018. Present obligations are identified in the school's current 10-year Property Plan approved by the Board and Proprietor. The provision has not been adjusted for inflation and the time value of money.

18. Finance Lease Liability

The school has entered into a number of finance lease agreements for laptops and copiers.

Minimum lease payments payable:

	2018	2018	2017
	Actual	Budget (unaudited)	Actual
	\$	\$	\$
No later than One Year	56,494	97,824	97,824
Later than One Year and no later than Five Years	50,519	85,243	85,243
Later than Five Years	-	-	-
	107,013	183,067	183,067

19. Related Party Transactions

During the year, a Trustee provided flu injection services to the School through a company for which he works. These transactions are at arms' length and have been approved by the Board.

The School is a controlled entity of the Crown.

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.

The Proprietor of the School, the RC Bishop of Auckland, is a related party of the Board because the Proprietor appoints representatives to the Board, giving the Proprietor significant influence over the Board. Any services or contributions between the Board and the Proprietor that are material transactions that have occurred have been disclosed appropriately.

The Proprietor provides land and buildings free of charge for use by the Board as noted in Note 1 (d). The estimated value of this use during 2018 is included in the Statement of Comprehensive Revenue and Expenditure as "Land and Buildings Grant" offset by "Use of Land and Buildings" in Property Note 7.

Under an agency agreement the Board collects funds on behalf of the Proprietor. These include attendance dues building levy and special character donations payable to the Proprietor. The amounts collected in total were \$1,088,586 (2017 \$1,095,160). These do not represent revenue in the financial statements of the school.

Any balance not transferred at the end of the year is treated as a liability. The total funds held by the school on behalf of the Proprietor are \$3,664 (2017 \$428).

There were no other material related party transactions during the year. (2017: Nil)

20. Remuneration

Key management personnel compensation

Key management personnel of the School include all Trustees of the Board, the Headmaster Deputy-Heads and Heads of Department

	2018 Actual	2017 Actual
Salaries and other Short-Term Employee Benefits:	2,812,489	2,766,621
2018 (31.28 FTEs) 2017(31.28 FTEs)	<u>2,812,489</u>	<u>2,766,621</u>

Board of Trustee and Committee Members

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

	2018 Actual	2017 Actual
Board of Trustees (12)	\$ 7,480	\$ 6,930
	<u>7,480</u>	<u>6,930</u>

Headmaster

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

	2018 Actual	2017 Actual
Salaries and other Short-Term Employee Benefits:	\$000	\$000
Salary and other payments	160-170	160-170
Benefits and other emoluments	20-21	18-19
Termination benefits	-	-
	<u>190-201</u>	<u>165-176</u>

Other Employees

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

Remuneration \$000	2018 FTE Number	2017 FTE Number
120-125	-	1
110-120	-	-
100-110	3	2
	<u>3</u>	<u>3</u>

The disclosure for "Other Employees" does not include the remuneration of the Headmaster.

21. Compensation and other Benefits upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be trustees, committee member 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:

	2018 Actual	2017 Actual
Total value	-	-
Number of people	-	-

22. Contingencies

There are no contingent liabilities and no contingent assets as at 31 December 2018.

(Contingent liabilities and assets at 31 December 2017: nil).

Holidays Act Compliance - schools payroll

The Ministry of Education performs payroll processing and payments on behalf of school Boards of Trustees through payroll service provider, Education Payroll Ltd.

The Ministry has commenced a review of the schools sector payroll to ensure compliance with the Holidays Act 2003. The initial phase of this review has identified areas of non-compliance however the potential impact on any specific school or individual and any associated historical liability will not be known until further detailed analysis has been completed.

To the extent that any obligation cannot reasonably be quantified at 31 December 2018, a contingent liability for the school may exist.

23. Commitments

Operating Commitments

As at 31 December 2018, the Board has entered into the following contracts:

Operating leases of a car and a franking machine

	2018 Actual	2017 Actual
No later than one year	11,125	2,784
Later than one year and no later than five years	17,052	-
Later than five years	-	-
	<u>28,177</u>	<u>2,784</u>

24. Managing Capital

The School's capital is its equity and comprises capital contributions from the Ministry of Education for property, plant and equipment and accumulated surpluses and deficits. The School does not actively manage capital but attempts to ensure that income exceeds spending in most years.

Although deficits can arise as planned in particular years, they are offset by planned surpluses in previous years or ensuing years.

25. Financial Instruments

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

Loans and Receivables		2018	2018	2017
		Actual	Budget (Unaudited)	Actual
		\$	\$	\$
Cash and Cash Equivalents	9	263,862	350,789	437,344
Receivables	10	402,745	431,700	382,360
Investments - Term Deposits	12	1,750,000	1,500,000	1,443,746
Total Loans and Receivables		2,416,606	2,282,489	2,263,450

Financial Liabilities measured at amortised cost

Payables	14	472,696	480,000	431,259
Finance Lease	18	107,013	183,067	183,067
Total Financial Liabilities measured at amortised cost		579,709	663,067	614,326

26. Events After Balance Date

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

27. Equitable Leasehold Interest

An equitable leasehold interest recognises an interest in an asset without transferring ownership or creating a charge over the asset. This equitable leasehold interest represents the Board's interest in capital works assets owned by the Proprietor but paid for in whole or in part by the Board of Trustees, either from government funding or community raised money.

A lease between the Board and the Proprietor records the terms of the equitable leasehold interest and includes a detailed schedule of capital works assets. The equitable leasehold interest is amortised over the economic life of the capital works involved. The interest may be realised on the sale of the capital works by the Proprietor or the closure of the School.

The major capital works assets included in the equitable leasehold interest are

	Net Book Value at 31 Dec. 2018	Net Book Value at 31 Dec. 2017
Auditorium	195,311	292,966
Catcheside	154,374	160,312
Gymnasium	0	6,250
Pavilion	46,010	48,101
Relocatables	78,012	81,263
	473,707	588,892
Equitable Lease Interest	115,185	115,185

Statement of Resources

School Roll and Days Open

The school roll at	1 March 2018	1 March 2017
	1051	1063

The School was open for 380 half-days in 2018 (2017: 380)

Physical Resources

The ownership of the land and buildings that make up the School site is vested in the Proprietor, the Roman Catholic Bishop of Auckland. The Board of Trustees is responsible for the management of the land and buildings under an occupancy agreement with the Proprietor. These are made up of:

- 7.4 hectares of land
- Permanent and relocatable classrooms
- Administration Block including majority of school's classrooms
- Separate auditorium, separate Science Block, separate Technology Block
- 3 rugby fields, 2 soccer fields, 2 artificially surfaced tennis areas
- Pavilion
- Two separate Gymnasias
- Music Block

Human Resources

During the year, the approved staffing component was 67.22 full-time teacher equivalents
(figure varied as special allowances started or ended)

	2018	2017
Made up of		
Headmaster	1	1
MOE paid teachers	63.8	66.22
ALSO extra school-paid teachers	4.57	5.99

	WEEKLY HOURS	
The Board also employed	2018	2017
9 Administration staff	270	267.5
2 Library staff	45	37
1 Caretaker	40	40
10 Teacher Aides	264	240
2 Grounds staff	80	80

In addition, the Board employed from its own funds 5.99 extra teachers at a cost of \$295,862 (2017: \$331,103), primarily in an endeavour to meet the non-contact provisions of the Teachers' Collective Agreement and the move for smaller class sizes.

KIWISPORT

Kiwisport is a Government funding initiative to support students' participation in organised sport. In 2018, the School received total Kiwisport funding of \$22,165 excl GST (2017: \$22,124). The funding was spent on the purchase of a wide variety of sports equipment, on a supply of new sports uniforms and on the costs associated with a special co-ordinator dealing with lunch-time gear distribution and organised sports administration. The number of students participating in organised sport remained near 80% of the school roll.

Analysis of Variance (%)

2018 NCEA Results

Rosmini				
	Pass	Merit	Excellent	Total
L1	92	39	32	71
L2	93	34	27	61
L3	89	29	24	53
UE	71			

Decile 8-10			
Pass	Merit	Excellent	Total
80	41	30	71
83	33	24	57
75	35	19	54
63			

Maori

Rosmini				
	Pass	Merit	Excellent	Total
L1	86	32	18	50
L2	85	35	20	55
L3	55	9	0	9
UE	18			

National Boys Decile 8-10			
Pass			
71			
78			
68			
49			

Detail Information not available from Ministry in 2018

Pasifika

Rosmini				
	Pass	Merit	Excellent	Total
L1	70	25	0	25
L2	92	27	0	27
L3	71	8	17	25
UE	50			

National Boys Decile 8-10			
Pass			
71			
78			
64			
42			

Detail Information not available from Ministry in 2018



RSM Hayes Audit

PO Box 9588
Newmarket, Auckland 1149
Level 1, 1 Broadway
Newmarket, Auckland 1023

T +64 (9) 367 1656
www.rsmnz.co.nz

Independent Auditor's Report

To the readers of
Rosmini College's
Financial statements
For the year ended 31 December 2018

The Auditor-General is the auditor of Rosmini College (the School). The Auditor-General has appointed me, Elaine Yong, using the staff and resources of RSM Hayes Audit, to carry out the audit of the financial statements of the School on his behalf.

Opinion

We have audited the financial statements of the School on pages 2 to 20, that comprise the statement of financial position as at 31 December 2018, 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.

In our opinion the financial statements of the School:

- present fairly, in all material respects:
 - its financial position as at 31 December 2018; and
 - its 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 (PBE) Standards Reduced Disclosure Regime.

Our audit was completed on 31 May 2019. This is the date at which our opinion is expressed.

The basis for our opinion is explained below. In addition, we outline the responsibilities of the Board of Trustees and our responsibilities relating to the financial statements, we comment on other information, and we explain our independence.

Basis of opinion

We carried out our audit in accordance with the Auditor-General's Auditing Standards, which incorporate the 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 opinion.

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

RSM Hayes Audit is a member of the RSM Hayes Group, registered as RSM Hayes, the body corporate owned by the members of the RSM Hayes trust. RSM Hayes is a member of the RSM Hayes Group, a group of companies including other entities that provide related services. RSM Hayes is a trust set up for a corporate legal entity entity registration.

Responsibilities of the Board of Trustees for the financial statements

The Board of Trustees 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 of Trustees 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 of Trustees is responsible on behalf of the School for assessing the School's ability to continue as a going concern. The Board of Trustees is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless there is an intention to close or merge the School, or there is no realistic alternative but to do so.

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

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 of Trustees.
- We conclude on the appropriateness of the use of the going concern basis of accounting by the Board of Trustees 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 assess the risk of material misstatement arising from the Novopay payroll system, which may still contain errors. As a result, we carried out procedures to minimise the risk of material errors arising from the system that, in our judgement, would likely influence readers' overall understanding of the financial statements.

We communicate with the Board of Trustees 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

The Board of Trustees is responsible for the other information. The other information includes the statement of responsibility, board member list, analysis of variance and kiwisport report, but does not include the financial statements, and our auditor's report thereon.

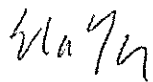
Our opinion on the financial statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

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 independence requirements of the Auditor-General's Auditing Standards, which incorporate the independence requirements of Professional and Ethical Standard 1 (Revised): *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board.

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

A handwritten signature in black ink, appearing to read 'Elaine Yong'.

Elaine Yong
RSM Hayes Audit
On behalf of the Auditor-General
Auckland, New Zealand