

MT RICHMOND SPECIAL SCHOOL

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

School Directory

Ministry Number: 1379

Principal: Juanita Corbett

School Address: 30 Albion Road, Otahuhu, Auckland

School Postal Address: PO Box 22-245, Otahuhu, Auckland

School Phone: 09 259 1425

School Email: admin@mtr.school.nz

Accountant / Service Provider: Edtech Financial Services

Members of the Board:

Name	Position	How Position Gained	Term Expired/ Expires
Henry Pao Juanita Corbett Patricia	Presiding Member	Elected	23.09.2028
	Principal	Ex-officio	
Harrison Juanita Nili	Parent Representative	Elected	23.09.2028
Papakore Marsters	Parent Representative	Elected	23.09.2028
Renee Lundon Joe	Parent Representative	Elected	23.09.2028
Govender Eoin	Parent Representative	Elected	23.09.2028
Lawless Jane Young	Staff Representative	Elected	23.09.2028
Raj Pahuja	Presiding Member	Elected	23.09.2025
Henry Pao Patricia	Parent Representative	Elected	23.09.2025
Kadarmia	Parent Representative	Elected	23.09.2025
	Parent Representative	Elected	23.09.2025
	Staff Representative	Elected	23.09.2025



MT RICHMOND SPECIAL SCHOOL

Annual Financial Statements - For the year ended 31 December 2025

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Mt Richmond Special School

Statement of Responsibility

For the year ended 31 December 2025

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

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

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

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

Henry Pao

Full Name of Presiding Member

Henry Pao

Signature of Presiding Member

29.05.2026

Date

Juanita Corbett

Full Name of Principal

Juanita Corbett

Signature of Principal

29.05.2026

Date

Mt Richmond Special School

Statement of Comprehensive Revenue and Expense

For the year ended 31 December 2025

	Notes	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Revenue				
Government Grants	2	12,206,381	10,187,122	11,105,305
Locally Raised Funds	3	38,757	36,200	57,151
Interest		73,798	85,000	87,685
Gain on Sale of Property, Plant and Equipment		-	-	2,609
Total Revenue		12,318,936	10,308,322	11,252,750
Expense				
Locally Raised Funds	3	8,640	1,000	1,048
Learning Resources	4	10,336,840	8,887,239	9,167,935
Administration	5	963,401	513,043	711,741
Property	6	744,674	988,042	766,226
Total Expense		12,053,555	10,389,324	10,646,950
Net Surplus / (Deficit) for the year		265,381	(81,002)	605,800
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		265,381	(81,002)	605,800

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

Mt Richmond Special School

Statement of Changes in Net Assets/Equity

For the year ended 31 December 2025

	Notes	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Equity at 1 January		6,145,764	6,145,764	5,498,004
Total comprehensive revenue and expense for the year		265,381	(81,002)	605,800
Contribution - Furniture and Equipment Grant		93,856	-	41,960
Equity at 31 December		6,505,001	6,064,762	6,145,764
Accumulated comprehensive revenue and expense		6,505,001	6,064,762	6,145,764
Equity at 31 December		6,505,001	6,064,762	6,145,764

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

Mt Richmond Special School Statement of Financial Position

As at 31 December 2025

	Notes	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Current Assets				
Cash and Cash Equivalents	7	4,909,063	4,040,745	4,716,008
Accounts Receivable	8	712,893	566,600	563,991
GST Receivable		27,365	30,500	29,088
Funds Receivable for Capital Works Projects	14	59,377	-	41,938
		<u>5,708,698</u>	<u>4,637,845</u>	<u>5,351,025</u>
Current Liabilities				
Accounts Payable	10	794,573	760,400	733,369
Revenue Received in Advance	11	800	800	800
Provision for Cyclical Maintenance	12	77,461	15,000	78,561
Finance Lease Liability	13	32,768	36,100	32,447
Funds held for Capital Works Projects	14	2,948	-	3,396
		<u>908,550</u>	<u>812,300</u>	<u>848,573</u>
Working Capital Surplus/(Deficit)		4,800,148	3,825,545	4,502,452
Non-current Assets				
Property, Plant and Equipment	9	1,762,882	2,309,517	1,690,517
		<u>1,762,882</u>	<u>2,309,517</u>	<u>1,690,517</u>
Non-current Liabilities				
Provision for Cyclical Maintenance	12	15,810	15,800	19,891
Finance Lease Liability	13	42,219	54,500	27,314
		<u>58,029</u>	<u>70,300</u>	<u>47,205</u>
Net Assets		<u><u>6,505,001</u></u>	<u><u>6,064,762</u></u>	<u><u>6,145,764</u></u>
Equity		<u><u>6,505,001</u></u>	<u><u>6,064,762</u></u>	<u><u>6,145,764</u></u>

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

Mt Richmond Special School Statement of Cash Flows

For the year ended 31 December 2025

	Note	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Cash flows from Operating Activities				
Government Grants		5,179,528	5,085,432	5,146,296
Locally Raised Funds		67,052	34,495	40,816
Goods and Services Tax (net)		1,722	(1,412)	4,981
Payments to Employees		(3,748,947)	(3,505,758)	(3,354,346)
Payments to Suppliers		(1,140,035)	(1,544,677)	(843,828)
Interest Received		73,798	85,000	87,685
Net cash from/(to) Operating Activities		433,118	153,080	1,081,604
Cash flows from Investing Activities				
Proceeds from Sale of Property Plant & Equipment (and Intangibles)		-	(28,724)	2,609
Purchase of Property Plant & Equipment (and Intangibles)		(331,259)	(920,364)	(245,498)
Net cash from/(to) Investing Activities		(331,259)	(949,088)	(242,889)
Cash flows from Financing Activities				
Furniture and Equipment Grant		93,856	-	41,960
Finance Lease Payments		15,226	82,203	(31,174)
Funds Administered on Behalf of Other Parties		(17,887)	38,542	(41,995)
Net cash from/(to) Financing Activities		91,195	120,745	(31,209)
Net increase/(decrease) in cash and cash equivalents		193,054	(675,263)	807,506
Cash and cash equivalents at the beginning of the year	7	4,716,008	4,716,008	3,908,502
Cash and cash equivalents at the end of the year	7	4,909,063	4,040,745	4,716,008

The Statement of Cash Flows records only those cash flows directly within the control of the School. This means centrally funded teachers' salaries, use of land and buildings grant and expense and other notional items have been excluded.

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

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

1. Statement of Accounting Policies

a) Reporting Entity

Mt Richmond Special School (the School) is a Crown entity as specified in the Crown Entities Act 2004 and a School as described in the Education and Training Act 2020. The Board is of the view that the School is a public benefit entity for financial reporting purposes.

b) Basis of Preparation

Reporting Period

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

Basis of Preparation

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

Financial Reporting Standards Applied

The Education and Training Act 2020 requires the School, as a Crown entity, to prepare financial statements with reference to generally accepted accounting practice. The financial statements have been prepared with reference to 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 \$33 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.

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

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

The School recognises its obligation to maintain the Ministry's buildings in a good state of repair as a provision for cyclical maintenance. This provision relates mainly to the painting of the School buildings. The estimate is based on the School's best estimate of the cost of painting the School and when the School is required to be painted, based on an assessment of the School's condition. During the year, the Board assesses the reasonableness of its painting maintenance plan on which the provision is based. Cyclical maintenance is disclosed at note 12.

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 9.

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

Recognition of grants

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

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

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) Finance Lease Payments

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

e) Cash and Cash Equivalents

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

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

f) Accounts Receivable

Short-term receivables are recorded at the amount due, less an allowance for expected credit losses (uncollectable debts). The School's receivables are largely made up of funding from the Ministry of Education. Therefore the level of uncollectable debts is not considered to be material. However, short-term receivables are written off when there is no reasonable expectation of recovery.

g) 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:

Board-owned Buildings	20-40 years
Furniture and Equipment	3-10 years
Information and Communication Technology	3-5 years
Motor Vehicles	5 years
Leased Assets held under a Finance Lease	Term of Lease

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

h) Impairment of property, plant, and equipment

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

Non cash generating assets

Property, plant, and equipment 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.

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

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

i) 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.

j) Employee Entitlements

Short-term employee entitlements

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

Long-term employee entitlements

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

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

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

k) Revenue Received in Advance

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

l) 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.

m) Provision for Cyclical Maintenance

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

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

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

n) Financial Instruments

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

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

o) Goods and Services Tax (GST)

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

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

Commitments and contingencies are disclosed exclusive of GST.

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

p) Budget Figures

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

q) Services Received In-kind

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

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

2. Government Grants

	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Government Grants - Ministry of Education	5,279,913	5,085,704	5,005,710
Teachers' Salaries Grants	6,152,091	4,578,317	5,320,908
Use of Land and Buildings Grants	458,765	523,101	507,358
Ka Ora, Ka Ako - Healthy School Lunches Programme	315,612	-	271,329
	<u>12,206,381</u>	<u>10,187,122</u>	<u>11,105,305</u>

3. Locally Raised Funds

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

	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Revenue			
Donations and Bequests	-	200	870
Fees for Extra Curricular Activities	17	-	70
Fundraising and Community Grants	173	1,000	-
Other Revenue	38,567	35,000	56,211
	<u>38,757</u>	<u>36,200</u>	<u>57,151</u>
Expense			
Fundraising and Community Grant Costs	7,395	1,000	1,048
Other Locally Raised Funds Expenditure	1,245	-	-
	<u>8,640</u>	<u>1,000</u>	<u>1,048</u>
<i>Surplus/ (Deficit) for the year Locally Raised Funds</i>	<u>30,117</u>	<u>35,200</u>	<u>56,103</u>

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

4. Learning Resources

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Curricular	199,192	358,350	294,331
Information and Communication Technology	36,165	82,000	17,075
Employee Benefits - Salaries	9,626,449	7,856,289	8,557,868
Staff Development	156,655	293,500	92,158
Depreciation	258,894	250,000	206,503
Other Learning Resources	59,485	47,100	-
	<u>10,336,840</u>	<u>8,887,239</u>	<u>9,167,935</u>

5. Administration

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Audit Fees	15,719	12,000	19,715
Board Fees and Expenses	242,159	130,100	81,436
Legal Fees	5,389	10,000	14,877
Other Administration Expenses	110,921	135,600	87,494
Employee Benefits - Salaries	234,616	206,343	215,025
Insurance	28,349	12,000	17,368
Service Providers, Contractors and Consultancy	10,636	7,000	4,497
Ka Ora, Ka Ako - Healthy School Lunches Programme	315,612	-	271,329
	<u>963,401</u>	<u>513,043</u>	<u>711,741</u>

6. Property

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Consultancy and Contract Services	76,283	106,500	72,672
Cyclical Maintenance	4,818	85,000	43,222
Heat, Light and Water	25,005	28,000	21,409
Repairs and Maintenance	87,998	151,500	53,585
Use of Land and Buildings	458,765	523,101	507,358
Employee Benefits - Salaries	33,612	45,000	25,996
Other Property Expenses	58,193	48,941	41,984
	<u>744,674</u>	<u>988,042</u>	<u>766,226</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.

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

7. Cash and Cash Equivalents

	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Bank Accounts	4,909,063	2,040,745	4,716,008
Short-term Bank Deposits	-	2,000,000	-
Cash and cash equivalents for Statement of Cash Flows	<u>4,909,063</u>	<u>4,040,745</u>	<u>4,716,008</u>

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

Of the \$4,909,063 Cash and Cash Equivalents, \$184,747 is subject to restrictions for the following reasons:

- \$2,948 is held by the school on behalf of the Ministry of Education. The funds have been provided as part of the school's 5 Year Agreement Funding and is required to be spent on the school's buildings. See note 14.

8. Accounts Receivable

	2025 Actual \$	2025 Budget (Unaudited) \$	2024 Actual \$
Receivables	-	30,000	28,295
Receivables from the Ministry of Education	106,713	6,600	6,328
Teacher Salaries Grant Receivable	606,180	530,000	529,368
	<u>712,893</u>	<u>566,600</u>	<u>563,991</u>
Receivables from Exchange Transactions	-	30,000	28,295
Receivables from Non-Exchange Transactions	712,893	536,600	535,696
	<u>712,893</u>	<u>566,600</u>	<u>563,991</u>

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

9. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
2025	\$	\$	\$	\$	\$	\$
Building Improvements	980,556	18,634	-	-	(65,752)	933,438
Furniture and Equipment	460,352	157,781	-	-	(90,246)	527,887
Information and Communication Technology	153,843	56,854	-	-	(64,857)	145,840
Motor Vehicles	45,737	46,078	-	-	(17,196)	74,619
Leased Assets	50,029	51,912	-	-	(20,843)	81,098
	1,690,517	331,259	-	-	(258,894)	1,762,882

The net carrying value of furniture and equipment held under a finance lease is \$81,098 (2024: \$50,029).

Restrictions

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

	2025	2025	2025	2024	2024	2024
	Cost or Valuation	Accumulated Depreciation	Net Book Value	Cost or Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$	\$	\$	\$
Building Improvements	1,368,889	(435,451)	933,438	1,350,256	(369,700)	980,556
Furniture and Equipment	1,056,269	(528,382)	527,887	898,487	(438,135)	460,352
Information and Communication Technology	415,369	(269,529)	145,840	358,516	(204,673)	153,843
Motor Vehicles	120,539	(45,920)	74,619	74,461	(28,724)	45,737
Leased Assets	103,276	(22,178)	81,098	51,364	(1,335)	50,029
	3,064,342	(1,301,460)	1,762,882	2,733,084	(1,042,567)	1,690,517

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

10. Accounts Payable

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Creditors	32,547	44,500	42,400
Accruals	15,764	15,900	15,158
Employee Entitlements - Salaries	615,768	560,000	540,309
Employee Entitlements - Leave Accrual	130,494	140,000	135,502
	<u>794,573</u>	<u>760,400</u>	<u>733,369</u>
Payables for Exchange Transactions	794,573	760,400	733,369
	<u>794,573</u>	<u>760,400</u>	<u>733,369</u>

The carrying value of payables approximates their fair value.

11. Revenue Received in Advance

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Other revenue in Advance	800	800	800
	<u>800</u>	<u>800</u>	<u>800</u>

12. Provision for Cyclical Maintenance

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Provision at the Start of the Year	98,452	98,452	55,231
Increase/(decrease) to the Provision During the Year	4,818	85,000	43,221
Use of the Provision During the Year	(9,999)	(152,652)	-
Provision at the End of the Year	<u>93,271</u>	<u>30,800</u>	<u>98,452</u>
Cyclical Maintenance - Current	77,461	15,000	78,561
Cyclical Maintenance - Non current	15,810	15,800	19,891
	<u>93,271</u>	<u>30,800</u>	<u>98,452</u>

The School's cyclical maintenance schedule details annual painting to be undertaken. The costs associated with this annual work will vary depending on the requirements during the year. This plan is based on the School's 10 Year Property Plan.

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

13. Finance Lease Liability

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

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
No Later than One Year	37,921	36,100	36,090
Later than One Year	47,321	54,500	29,331
Future Finance Charges	(10,255)	-	(5,659)
	<u>74,987</u>	<u>90,600</u>	<u>59,762</u>
Represented by			
Finance lease liability - Current	32,768	36,100	32,447
Finance lease liability - Non current	42,219	54,500	27,314
	<u>74,987</u>	<u>90,600</u>	<u>59,761</u>

14. 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 7, and includes retentions on the projects, if applicable.

	2025	Opening Balances	Receipts from MOE	Payments	Board Contributions / Transfers	Closing Balances
		\$	\$	\$	\$	\$
Accessible Student B/rm -224216		3,396	-	(448)	-	2,948
Lighting Upgrade - 224219		(2,081)	-	-	-	(2,081)
Rm 2,3,6,7 Bathroom - 224212		(26,888)	-	(1,658)	-	(28,546)
Bathroom Reno - 224218		(12,969)	-	(15,781)	-	(28,750)
Totals		<u>(38,542)</u>	<u>-</u>	<u>(17,887)</u>	<u>-</u>	<u>(56,429)</u>

Represented by:

Funds Held on Behalf of the Ministry of Education	2,948
Funds Receivable from the Ministry of Education	(59,377)

Board Contributions are where the Board contributes its own funds to a Ministry funded Capital Works project. This has resulted in a board-owned asset that is recognised in note 9.

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

2024	Opening Balances	Receipts from MOE	Payments	Board Contributions / Transfers	Closing Balances
	\$	\$	\$	\$	\$
Accessible Student B/rm -224216	26,881	-	(23,485)	-	3,396
Lighting Upgrade - 224219	(1,530)	25,000	(25,551)	-	(2,081)
Rm 2,3,6,7 Bathroom - 224212	(24,938)	-	(1,950)	-	(26,888)
Bathroom Reno - 224218	4,468	-	(17,437)	-	(12,969)
Roofing - 224217	5,818	-	(5,818)	-	-
Building Stage 5 - 224212	(1,500)	-	-	1,500	-
Driveway Sealing - 224220	(5,745)	-	-	5,745	-
Totals	3,454	25,000	(74,241)	7,245	(38,542)

Represented by:

Funds Held on Behalf of the Ministry of Education	3,396
Funds Receivable from the Ministry of Education	(41,938)

15. Related Party Transactions

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

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

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

16. Remuneration

Key management personnel compensation

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

	2025 Actual \$	2024 Actual \$
<i>Board Members</i> Remuneration	9,200	5,950
 <i>Leadership Team</i> Remuneration Full-time equivalent members	 948,939 7	 1,079,469 8
Total key management personnel remuneration	958,139	1,085,419

There were 5 members of the Board excluding the Principal in the previous Board and 6 members in the current Board. The Board has held 10 full meetings of the Board in the year. As well as these regular meetings, including preparation time, the Presiding member and other Board members have also been involved in ad hoc meetings to consider student welfare matters including stand downs, suspensions, and other disciplinary matters.

Principal

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

	2025 Actual \$000	2024 Actual \$000
Salaries and Other Short-term Employee Benefits:		
Salary and Other Payments	190-200	180-190
Benefits and Other Emoluments	5-10	5-10
Termination Benefits	-	-

Other Employees

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

Remuneration \$000	2025 FTE Number	2024 FTE Number
100-120	35	21
120-140	2	7
	37	28

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

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

17. Compensation and Other Benefits Upon Leaving

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

	2025	2024
	Actual	Actual
Total	-	-
Number of People	-	-

18. Contingencies

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

Holidays Act Compliance – Schools Payroll

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

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

Pay Equity and Collective Agreement Funding Wash-up

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

2024: Separate to the above, an employment matter involving staff has progressed to mediation, following a grievance lodged by the staff member. The Board has engaged its insurer and confirmed the need for an employment lawyer to assist with the process. Additionally, a formal complaint and a request under the Official Information Act were submitted, both of which have been communicated to the insurer. A new complaint has also been lodged by the staff member, alleging a breach of privacy. To date, no amount has been recognised in the financial statements for this due to the uncertainty over timing and amount of potential liability.

Mt Richmond Special School

Notes to the Financial Statements

For the year ended 31 December 2025

19. Commitments

(a) Capital Commitments

At 31 December 2025, the Board had capital commitments of \$0 (2024: \$0).

The Board receives funding from the Ministry of Education for Capital Works which is disclosed in note 14.

(b) Operating Commitments

As at 31 December 2025, the Board has not entered into any operating contracts.

20. Financial Instruments

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

Financial assets measured at amortised cost

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Cash and Cash Equivalents	4,909,063	4,040,745	4,716,008
Receivables	712,893	566,600	563,991
Total financial assets measured at amortised cost	<u>5,621,956</u>	<u>4,607,345</u>	<u>5,279,999</u>

Financial liabilities measured at amortised cost

Payables	794,573	760,400	733,369
Finance Leases	74,987	90,600	59,761
Total financial liabilities measured at amortised cost	<u>869,560</u>	<u>851,000</u>	<u>793,130</u>

21. Events After Balance Date

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