

20 July 2026

Ms M K Castillo
Owen McLeod & Co Limited
P O BOX 389
Hamilton 3240

Dear Marilyn

REPRESENTATION LETTER FOR THE YEAR ENDED 31 DECEMBER 2025

This representation letter is provided in connection with your audit, carried out on behalf of the Auditor-General, of the financial statements of Rotokauri School (the School) for the year ended 31 December 2025 for the purpose of expressing an independent opinion about whether the financial statements:

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

We understand that your audit was carried out in accordance with the Auditing Standards issued by the Auditor-General, which incorporate the International Standards on Auditing (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board.

General representations

To the best of our knowledge and belief:

- the resources, activities under our control have been operating effectively and efficiently;
- we have complied with our statutory obligations including laws, regulations and contractual requirements;
- we have carried out our decisions and actions with due regard to minimising waste;
- we have met Parliament's and the public's expectations of appropriate standards of behaviour in the public sector (that is, we have carried out our decisions and actions with due regard to probity); and
- any decisions or actions have been taken with due regard to financial prudence.

We also acknowledge that we have responsibility for designing, implementing, and maintaining internal control (to the extent that is reasonably practical given the size of the School) to prevent and detect fraud or error, and which enables the preparation of the financial statements that are free from material misstatement whether due to fraud or error (*a requirement of paragraph NZ40.1(a) in ISA (NZ) 240*).

Representations for the financial statements

We confirm that all transactions have been recorded in the accounting records and are reflected in the financial statements, and that, to the best of our knowledge and belief, having made such enquiries as we considered necessary for the purpose of appropriately informing ourselves:

- we have fulfilled our responsibilities for preparing and presenting the financial statements as required by section 134 of the Education and Training Act 2020 and, in particular, that the financial statements:
 - present fairly, in all material respects:
 - the financial position as at 31 December 2025; and
 - the financial performance and cash flows for the year then ended; and
 - comply with generally accepted accounting practice in New Zealand in accordance with Public Sector Public Benefit Entity (PBE) Standards Reduced Disclosure Regime.

- we believe the methods, significant assumptions, and data used in making and supporting the accounting estimates and the related disclosures in the financial statements are appropriate to achieve recognition, measurement or disclosure that is in accordance with the applicable financial reporting framework;
- we have appropriately accounted for and disclosed the related party relationships and transactions in the financial statements;
- we have adjusted or disclosed all events subsequent to the date of the financial statements that require adjustment or disclosure; and
- we believe the effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole. A list of the uncorrected misstatements is recorded below.

Description	Amount
Nil	Nil

- we have disclosed all known actual or possible litigation and claims whose effects should be considered when preparing the financial statements. Where applicable, such litigation and claims have been accounted for and disclosed in accordance with Public Sector Public Benefit Entity (PBE) Standards Reduced Disclosure Regime.

Representations about the provision of information

We confirm that, to the best of our knowledge and belief, having made such enquiries as we considered necessary for the purpose of appropriately informing ourselves:

- we have provided you with:
 - all information, such as records and documentation, and other matters that are relevant to preparing and presenting the financial statements; and
 - unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence;
- we have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud;
- we have disclosed to you all information in relation to fraud or suspected fraud that we are aware of and that affects the entity and involves:
 - management;
 - employees who have significant roles in internal control; or
 - others where the fraud could have a material effect on the financial statements;
- we have disclosed to you all information in relation to allegations of fraud, or suspected fraud, affecting the entity's financial statements communicated by employees, former employees, analysts, regulators, or others;
- we have disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations whose effects should be considered when preparing financial statements;
- we have disclosed the identity of the related parties, all of their relationships, and all of their transactions of which we are aware; and
- we have provided you with all the other documents ("other information") which will accompany the financial statements which are consistent with the financial statements, and the other information does not contain any material misstatements.

Going concern basis of accounting

We confirm that, to the best of our knowledge and belief, the School has adequate resources to continue operations at its current level for the foreseeable future. For this reason, the Board continues to adopt the going concern basis of accounting in preparing the financial statements for the year ended 31 December 2025. We have reached this conclusion after making enquiries and having regard to circumstances that we consider likely to affect the School

during the period of one year from date of signing the financial statements, and to circumstances that we know will occur after that date which could affect the validity of the going concern basis of accounting.

We consider that the financial statements adequately disclose the circumstances, and any uncertainties, that we can reasonably be expected to be aware of concerning the adoption of the going concern basis of accounting by the School.

Throughout the year, the School has conformed with the requirements of its banking arrangements, debenture trust deeds, or negative pledge agreements, including those relating to its net tangible assets ratios.

Publication of the financial statements and related audit report on a website

We confirm that we are responsible for the electronic presentation of the audited financial statements, and:

- that the electronic version of the audited financial statements and the related audit report presented on the website are the same as the final signed version of the audited financial statements and audit report.
- that the audited and unaudited information on the website has been clearly differentiated and we understand the risk of potential misrepresentation without appropriate controls.
- that we have assessed the security controls over audited financial information and the related audit report and are satisfied that procedures are adequate to ensure the integrity of the information provided.
- that the full financial statements have been provided on the website.

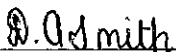
The representations in this letter are made at your request, and to supplement information obtained by you from the records of the School and to confirm information given to you orally.

We confirm that we have not altered in any way, the original Letter of Representation emailed to us by Owen McLeod & Co Ltd.

Yours faithfully



Presiding Member



Principal

Date: 21/10/26

ROKOKAURI SCHOOL

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

School Directory

Ministry Number: 1930

Principal: Desiree Smith

School Address: 462 Rotokauri Road, Rotokauri, Hamilton

School Postal Address: 462 Rotokauri Road, Rotokauri, Hamilton

School Phone: 07 849 5068

School Email: office@rotokauri.School.nz

Accountant / Service Provider: SRN Partners Chartered Accountants Ltd

Members of the Board:

Name	Position	How Position	Term Expired/ Expires
Brad Kells	Presiding Member	Elected	Sep-28
Desiree Smith	Principal ex Officio		
Sulaika Esselbrugge	Parent Representative	Elected	Sep-28
Nicholas Hoebergen	Parent Representative	Elected	Sep-28
Sarah-Lee Crellin	Parent Representative	Elected	Sep-28
Matthew Jenkins	Parent Representative	Elected	Sep-28
Andrea O'Rourke	Staff Representative	Elected	Sep-28

Retired Members

Paul Burt

ROKOKAURI SCHOOL

Annual Financial Statements - For the year ended 31 December 2025

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Rotokauri 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.

Full Name of Presiding Member

Full Name of Principal

Signature of Presiding Member

Signature of Principal

Date

Date

Rotokauri 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	2,238,796	2,123,400	1,987,774
Locally Raised Funds	3	118,781	20,650	90,031
Interest		8,129	5,000	17,834
Total Revenue		2,365,706	2,149,050	2,095,639
Expense				
Locally Raised Funds	3	64,989	3,100	61,165
Learning Resources	4	1,749,518	1,624,200	1,474,687
Administration	5	128,044	116,650	114,800
Interest		1,236	-	1,454
Property	6	444,962	430,220	495,508
Loss on Disposal of Property, Plant and Equipment	11	195	-	33
Total Expense		2,388,944	2,174,170	2,147,647
Net Surplus / (Deficit) for the year		(23,238)	(25,120)	(52,008)
Other Comprehensive Revenue and Expense		-	-	-
Total Comprehensive Revenue and Expense for the Year		(23,238)	(25,120)	(52,008)

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

Rotokauri 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		576,568	576,569	613,882
Total comprehensive revenue and expense for the year		(23,238)	(25,120)	(52,008)
Contribution - Furniture and Equipment Grant		7,062	-	-
Contributions from the Ministry of Education - Te Mana Tuhono		-	-	14,694
Equity at 31 December		560,392	551,449	576,568
Accumulated comprehensive revenue and expense		560,392	551,449	576,568
Equity at 31 December		560,392	551,449	576,568

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.

Rotokauri 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	157,024	144,983	285,570
Accounts Receivable	8	136,710	136,000	116,421
Prepayments		5,809	8,655	7,866
Inventories	9	2,534	2,836	2,579
Investments	10	90,647	94,974	86,340
Funds Receivable for Capital Works Projects	16	27,624	27,000	47,960
		420,348	414,448	546,736
Current Liabilities				
GST Payable		8,670	6,382	7,091
Accounts Payable	12	180,114	180,000	161,677
Revenue Received in Advance	13	20,000	20,000	16,710
Provision for Cyclical Maintenance	14	41,500	43,053	48,487
Finance Lease Liability	15	12,723	9,711	5,906
Funds held for Capital Works Projects	16	-	-	141,490
		263,007	259,146	381,361
Working Capital Surplus/(Deficit)		157,341	155,302	165,375
Non-current Assets				
Property, Plant and Equipment	11	423,152	415,000	421,786
		423,152	415,000	421,786
Non-current Liabilities				
Provision for Cyclical Maintenance	14	16,940	16,853	5,853
Finance Lease Liability	15	3,161	2,000	4,740
		20,101	18,853	10,593
Net Assets		560,392	551,449	576,568
Equity		560,392	551,449	576,568

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

Rotokauri 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		524,330	415,077	516,524
Locally Raised Funds		122,071	(34,526)	89,781
Goods and Services Tax (net)		1,581	(718)	(8,846)
Payments to Employees		(318,062)	(252,531)	(311,985)
Payments to Suppliers		(296,630)	(180,994)	(277,697)
Interest Paid		(1,236)	-	(1,454)
Interest Received		8,502	4,895	17,899
Net cash from/(to) Operating Activities		40,556	(48,797)	24,222
Cash flows from Investing Activities				
Purchase of Property Plant & Equipment (and Intangibles)		(50,708)	19,086	(60,737)
Purchase of Investments		(4,308)	(8,624)	(5,085)
Net cash from/(to) Investing Activities		(55,016)	10,462	(65,822)
Cash flows from Financing Activities				
Furniture and Equipment Grant		7,062	-	-
Contributions from Ministry of Education		-	(14,694)	14,694
Finance Lease Payments		(5,591)	29,571	(6,655)
Funds Administered on Behalf of Other Parties		(115,557)	33,841	(92,611)
Net cash from/(to) Financing Activities		(114,086)	48,718	(84,572)
Net increase/(decrease) in cash and cash equivalents		(128,547)	10,383	(126,172)
Cash and cash equivalents at the beginning of the year	7	285,570	249,226	411,742
Cash and cash equivalents at the end of the year	7	157,023	259,609	285,570

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.

Rotokauri School

Notes to the Financial Statements

For the year ended 31 December 2025

1. Statement of Accounting Policies

a) Reporting Entity

Rotokauri 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.

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 14.

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 11.

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 15. Future operating lease commitments are disclosed in note 21.

Recognition of grants

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

c) Revenue Recognition

Government Grants

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

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

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) Inventories

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

h) Investments

Bank term deposits are initially measured at the amount invested. Interest is subsequently accrued and added to the investment balance. A loss allowance for expected credit losses is recognised if the estimated loss allowance is material.

i) Property, Plant and Equipment

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

Improvements (funded by the Board) to buildings owned by the Crown or directly by the Board are recorded at cost, less accumulated depreciation and impairment losses.

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

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

Finance Leases

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

Depreciation

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

The estimated useful lives of the assets are:

Building Improvements	40 years
Furniture and Equipment	10 years
Information and Communication Technology	5 years
Leased Assets held under a Finance Lease	Term of Lease
Library Resources	12.5% Diminishing value

j) 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. The valuation is based on a comparison to recent market transactions.

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

k) 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.

l) 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.

m) Revenue Received in Advance

Revenue received in advance relates to fees received from students and grants received where there are unfulfilled obligations for the Group 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.

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

n) Funds Held in Trust

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

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

o) Funds held for Capital works

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

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

p) Provision for Cyclical Maintenance

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

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

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

q) Financial Instruments

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

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

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

r) Borrowings

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

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 statement of cash flows.

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.

u) Services received in-kind

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

2. Government Grants

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
Government Grants - Ministry of Education	\$	\$	\$
Teachers' Salaries Grants	531,279	433,400	499,873
Use of Land and Buildings Grants	1,399,743	1,390,000	1,149,866
	307,774	300,000	338,035
	<u>2,238,796</u>	<u>2,123,400</u>	<u>1,987,774</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	20,071	14,800	22,156
Fees for Extra Curricular Activities	51,773	500	56,448
Trading	5,282	2,300	2,693
Fundraising and Community Grants	41,372	-	4,561
Other Revenue	283	3,050	4,173
	<u>118,781</u>	<u>20,650</u>	<u>90,031</u>
Expense			
Extra Curricular Activities Costs	57,257	1,000	56,794
Trading	2,200	2,100	2,240
Other Locally Raised Funds Expenditure	5,532	-	2,131
	<u>64,989</u>	<u>3,100</u>	<u>61,165</u>
<i>Surplus/ (Deficit) for the year Locally Raised Funds</i>	<u>53,792</u>	<u>17,550</u>	<u>28,866</u>

4. Learning Resources

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
Curricular	\$	\$	\$
Information and Communication Technology	27,160	48,700	34,790
Employee Benefits - Salaries	17,106	13,600	10,485
Staff Development	1,642,706	1,530,300	1,374,154
Depreciation	5,412	11,600	5,329
	57,134	20,000	49,929
	<u>1,749,518</u>	<u>1,624,200</u>	<u>1,474,687</u>

5. Administration

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Audit Fees	8,580	5,500	7,134
Board Fees and Expenses	14,995	10,500	10,594
Other Administration Expenses	23,319	23,650	17,480
Employee Benefits - Salaries	64,905	63,300	63,580
Insurance	3,037	4,700	4,722
Service Providers, Contractors and Consultancy	13,208	9,000	11,290
	<u>128,044</u>	<u>116,650</u>	<u>114,800</u>

6. Property

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Consultancy and Contract Services	36,509	36,000	35,678
Cyclical Maintenance	10,501	7,200	7,822
Heat, Light and Water	10,648	10,000	9,578
Rates	7,505	-	4,865
Repairs and Maintenance	26,520	35,100	60,159
Use of Land and Buildings	307,774	300,000	338,035
Employee Benefits - Salaries	28,080	25,350	24,270
Other Property Expenses	17,425	16,570	15,101
	<u>444,962</u>	<u>430,220</u>	<u>495,508</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.

7. Cash and Cash Equivalents

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Bank Accounts	157,024	144,983	285,570
Cash and cash equivalents for Statement of Cash Flows	<u>157,024</u>	<u>144,983</u>	<u>285,570</u>

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

Of the \$157,024 Cash and Cash Equivalents, \$20,000 of Revenue Received in Advance is held by the School, as disclosed in note 13.

8. Accounts Receivable

Receivables from the Ministry of Education
Interest Receivable
Teacher Salaries Grant Receivable

2025 Actual	2025 Budget (Unaudited)	2024 Actual
\$	\$	\$
12,402	2,249	2,044
682	1,160	1,055
123,627	132,591	113,322
136,710	136,000	116,421
682	1,160	1,055
136,028	134,840	115,366
136,710	136,000	116,421

Receivables from Exchange Transactions
Receivables from Non-Exchange Transactions

9. Inventories

Stationery

2025 Actual	2025 Budget (Unaudited)	2024 Actual
\$	\$	\$
2,534	2,836	2,579
2,534	2,836	2,579

10. Investments

The School's investment activities are classified as follows:

Current Asset
Short-term Bank Deposits

Total Investments

2025 Actual	2025 Budget (Unaudited)	2024 Actual
\$	\$	\$
90,647	94,974	86,340
90,647	94,974	86,340

11. Property, Plant and Equipment

	Opening Balance (NBV)	Additions	Disposals	Impairment	Depreciation	Total (NBV)
	\$	\$	\$	\$	\$	\$
2025						
Building Improvements	236,497	7,478	-	-	(10,449)	233,526
Furniture and Equipment	87,120	32,160	-	-	(18,224)	101,056
Information and Communication Technology	63,120	1,653	-	-	(17,079)	47,694
Leased Assets	8,459	12,484	-	-	(7,468)	13,475
Library Resources	26,590	4,920	-	(195)	(3,914)	27,401
	<u>421,786</u>	<u>58,694</u>	<u>-</u>	<u>(195)</u>	<u>(57,134)</u>	<u>423,152</u>

The net carrying value of furniture and equipment held under a finance lease is \$13,475 (2024: \$8,459)

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 Cost or Valuation	2025 Accumulated Depreciation	2025 Net Book Value	2024 Cost or Valuation	2024 Accumulated Depreciation	2024 Net Book Value
	\$	\$	\$	\$	\$	\$
Building Improvements	419,752	(186,226)	233,526	412,274	(175,777)	236,497
Furniture and Equipment	209,000	(107,944)	101,056	169,504	(82,384)	87,120
Information and Communication Technology	110,137	(62,443)	47,694	104,885	(41,765)	63,120
Leased Assets	42,157	(28,682)	13,475	28,563	(20,104)	8,459
Library Resources	88,426	(61,026)	27,401	84,125	(57,535)	26,590
	<u>869,472</u>	<u>(446,321)</u>	<u>423,152</u>	<u>799,351</u>	<u>(377,565)</u>	<u>421,786</u>

12. Accounts Payable

	2025 Actual	2025 Budget (Unaudited)	2024 Actual
	\$	\$	\$
Creditors	16,728	25,492	28,324
Accruals	13,670	10,644	11,827
Employee Entitlements - Salaries	146,962	141,194	118,559
Employee Entitlements - Leave Accrual	2,754	2,670	2,967
	<u>180,114</u>	<u>180,000</u>	<u>161,677</u>
Payables for Exchange Transactions	180,114	180,000	161,677
	<u>180,114</u>	<u>180,000</u>	<u>161,677</u>

The carrying value of payables approximates their fair value.

13. Revenue Received in Advance

Other revenue in Advance

2025 Actual	2025 Budget (Unaudited)	2024 Actual
\$ 20,000	\$ 20,000	\$ 16,710
20,000	20,000	16,710

14. Provision for Cyclical Maintenance

Provision at the Start of the Year
Increase/(decrease) to the Provision During the Year
Use of the Provision During the Year
Provision at the End of the Year

2025 Actual	2025 Budget (Unaudited)	2024 Actual
\$ 54,340	\$ 41,706	\$ 46,518
10,501	18,200	7,822
(6,401)		-
58,440	59,906	54,340
41,500	43,053	48,487
16,940	16,853	5,853
58,440	59,906	54,340

Cyclical Maintenance - Current
Cyclical Maintenance - Non current

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, which prepared by a Ministry Engaged Consultant. painting quotation and painting invoices.

15. 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
\$ 8,350	\$ 10,000	\$ 6,641
9,286	6,000	5,065
(1,752)	(565)	(1,060)
15,884	15,435	10,646
12,723	9,711	5,906
3,161	2,000	4,740
15,884	11,711	10,646

No Later than One Year
Later than One Year
Future Finance Charges

Represented by

Finance lease liability - Current
Finance lease liability - Non current

16. Funds Held for Capital Works Projects

During the year the School received and applied funding from the Ministry of Education for the following capital works projects. 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
		\$	\$	\$	\$	\$
New Shade Structure	230445	141,490	-	(141,490)	-	-
Security Project	246723	(6,999)	6,999	-	-	-
Water Tanks Project	246723	(24,213)	24,213	-	-	-
Block C, H & D Refurbishment and Turf Project	236975	(16,748)	30,202	(41,078)	-	(27,624)
Totals		93,530	61,414	(182,568)	-	(27,624)

Represented by:

Funds Held on Behalf of the Ministry of Education
Funds Receivable from the Ministry of Education

-
(27,624)

	2024	Opening Balances	Receipts from MOE	Payments	Board Contributions / Transfers	Closing Balances
		\$	\$	\$	\$	\$
New Shade Structure	230445	186,141	-	(44,651)	-	141,490
Security Project	246723	-	-	(6,999)	-	(6,999)
Water Tanks Project	246723	-	-	(24,213)	-	(24,213)
Block C, H & D Refurbishment and Turf Project	236975	-	-	(16,748)	-	(16,748)
Totals		186,141	-	(92,611)	-	93,530

Represented by:

Funds Held on Behalf of the Ministry of Education
Funds Receivable from the Ministry of Education

141,490
(47,960)

17. Related Party Transactions

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

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

Brad Kells is a board member and also owns Laser Plumbing Limited. During the year the school has engaged with Laser Plumbing Limited to provide various repairs and maintenance services. The total value of all transactions for the year was \$10,259 (2024: \$14,937) and there is an outstanding amount of \$190 as at balance date. (Prior Period \$2,936). Because this amount is less than \$25,000 (incl GST) for the year the engagement does not require Ministry approval under S10 of schedule 23 of the Education and Training Act 2020.

Brad Kells is a board member and also the shareholder of Kelhaus Limited. During the year the school has engaged with Kelhaus Limited to complete bus bay concrete. The total value of the transaction for the year was \$654 (2024: nil) and no amount is outstanding as at balance date (prior year: nil), because this amount is less than \$25,000 (incl GST) for the year, the engagement does not require Ministry approval under s10 of Schedule 23 of the Education and Training Act 2020.

18. Remuneration

Key management personnel compensation

Key management personnel of the School include all Board members, Principal, Deputy Principal and Assistant Principal.

	2025 Actual \$	2024 Actual \$
Board Members Remuneration	5,975	5,975
Leadership Team Remuneration Full-time equivalent members	393,563 3	372,111 3
Total key management personnel remuneration	399,538	378,086

There are 6 members of the Board excluding the Principal. 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 1

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:	150-160	140-150
Salary and Other Payments	4-5	4-5
Benefits and Other Emoluments	-	-
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
100-110	4.00	2.00
110-120	2.00	1.00
	6.00	3.00

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

19. Compensation and Other Benefits Upon Leaving

The total value of compensation or other benefits paid or payable to persons who ceased to be 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 Actual	2024 Actual
Total Number of People	-	-

20. 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.

21. Commitments

(a) Capital Commitments

At 31 December 2025, the Board had capital commitments of \$339,792 (2024:\$166,698) .

As a result of entering the following contracts :

Contract Name	Remaining Capital Commitment \$
Block C.H & D refurbishment and turf project	339,792
Total	<u>339,792</u>

The Board receives funding from the Ministry of Education for Capital Works which is disclosed in note 16.

(b) Operating Commitments

As at 31 December 2025, the Board has no operating commitments (operating commitments as at 31 December 2024:Nil)

22. 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

Cash and Cash Equivalents
Receivables
Investments - Term Deposits

Total financial assets measured at amortised cost

2025 Actual	2025 Budget (Unaudited)	2024 Actual
\$	\$	\$
157,024	144,983	285,570
136,710	136,000	116,421
90,647	94,974	86,340
<u>384,381</u>	<u>375,957</u>	<u>488,331</u>

Financial liabilities measured at amortised cost

Payables
Finance Leases

Total financial liabilities measured at amortised cost

180,114	180,000	161,677
15,884	11,711	10,646
<u>195,998</u>	<u>191,711</u>	<u>172,323</u>

23. Events After Balance Date

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

24. Comparatives

There has been a number of prior period comparatives which have been reclassified to make disclosure consistent with the current year.

Rotokauri School
For the Year Ended 31 December 2025
Kiwisport Statement

In 2025 the school received Kiwisport Funding of \$3,825.32(2024:\$3,277)
This funding was spent on

- Increasing sports equipment
 - Subsidising sporting events
 - Student attendances at sport leadership days.
 - Teaching staff availability to attend cluster events with students.
 - Professional development workshops for staff and students.
 - Introduction of new sport to the school(set up costs)
 - Upgrading sports uniforms
- All these initiatives ensured that there was a high percentage of students participating and that ensured an equal opportunity for all.