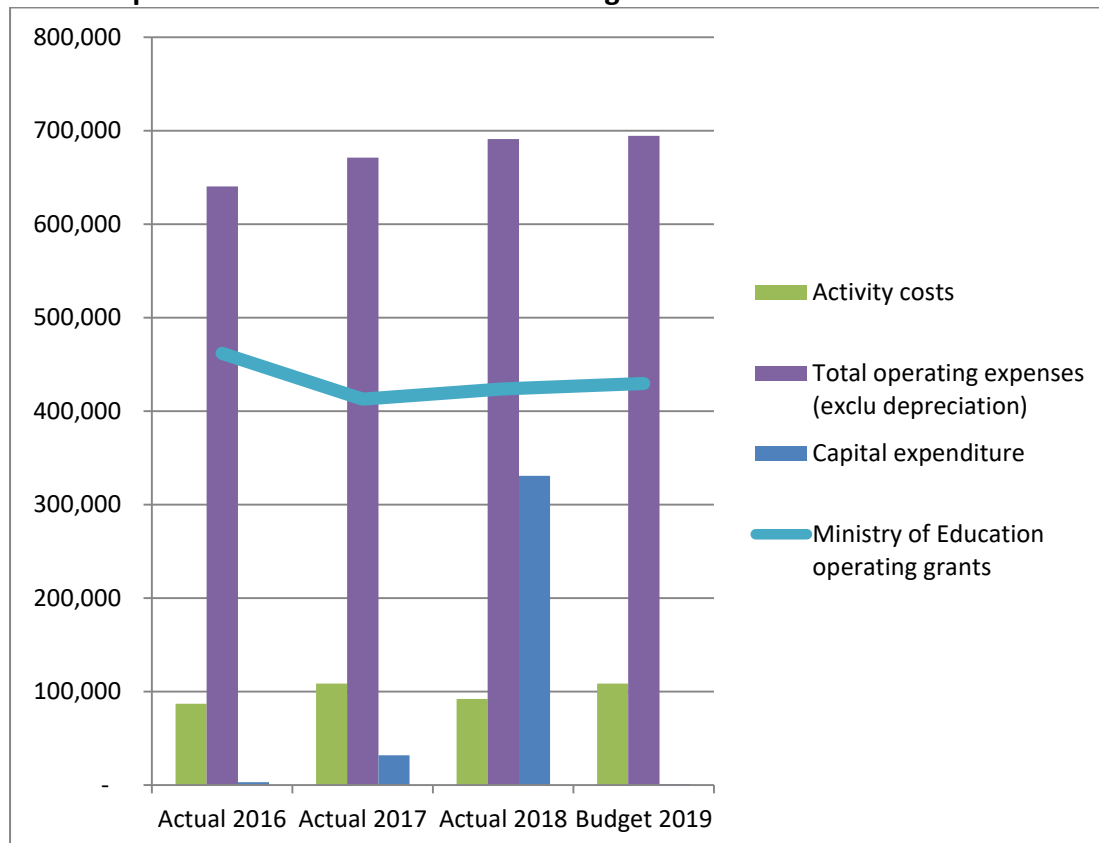


KNS Finance Update - April 2019

Kelburn Normal School is very well resourced.

The below graph shows the level of expenditure and resourcing of the school in comparison to the total operational grant funding from the Ministry of Education (excludes furniture capital grant funding of \$128k in 2019)

Actual Expenditure 2016 to 2018 & 2019 Budget – Kelburn Normal School



This shows the expenditure is significantly greater than Ministry of Education (MOE) funding. The level of spend was 28% greater than MOE funding in 2016 and is now forecast at 38% greater (\$265k) in the 2019 budget.

The board has increased the operating expenditure budget in 2019 to \$694k (excluding depreciation and capital expenditure). The balance of the funding comes from activity donations, balance sheet reserves, hall hire income, PTA donations, interest income, and other donations.

The school has no term debt. The current assets of \$340,000 – e.g. cash, is 626% of the level of the current liabilities (e.g. accounts payable) as at the end of February 2019. This means the school currently has \$286,000 of reserves (working capital). There is also an agreement with the Ministry of Education to grant the school a further \$350,000 to upgrade the administration building this year.

The above results are very positive and show that there is a high level of resourcing for the school and its financial position is strong.

Martin Read, BOT