

# **Yipirinya School Council Inc**

## **Financial Statements**

**For the Year Ended 31 December 2018**

**Yipirinya School Council Inc**

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**For the Year Ended 31 December 2018**

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**Ypirinya School Council Inc**

**Committee's Report**

**31 December 2018**

The committee members submit the financial report of the Association for the financial year ended 31 December 2018.

**1. General Information**

**Committee members**

The names of committee members throughout the year and at the date of this report are:

Conrad Wiseman

Harold Furber

Arthur AhChee

Amelia Turner

Dawn Ross

Glen Sharp

Chris Harvey

**Principal activities**

The principal activities of the Association during the financial year was the operation of a primary and secondary school, as well as a child care centre.

**Significant changes**

No significant change in the nature of these activities occurred during the year.

**2. Operating results and review of operations for the year**

**Operating result**

The profit of the Association for the financial year amounted to \$ (234,212) (2017: \$ (924,147)).

Signed in accordance with a resolution of the Members of the Committee:

Committee member: .....



Committee member: .....



Dated this 28<sup>th</sup> day of June 2019

**Yipirinya School Council Inc**

**Statement of Profit or Loss**  
**For the Year Ended 31 December 2018**

	2018	2017
	\$	\$
<b>Revenue from ordinary activities</b>	<b>4,737,171</b>	<b>4,338,170</b>
Employee expenses	<b>(3,292,561)</b>	(3,612,655)
Depreciation	<b>(419,580)</b>	(435,031)
Motor vehicles expenses	<b>(108,738)</b>	(102,460)
Nutrition purchases	<b>(103,693)</b>	(100,017)
Insurance	<b>(63,129)</b>	(69,571)
Other expenses from ordinary activities	<b>(983,682)</b>	(942,583)
<b>Total expenses</b>	<b>(4,971,383)</b>	<b>(5,262,317)</b>
Surplus / (deficit) for the year	<b>(234,212)</b>	(924,147)
Retained surplus at the beginning of the financial year	<b>6,887,974</b>	7,812,121
<b>Retained surplus at the end of the financial year</b>	<b>6,653,762</b>	<b>6,887,974</b>

The accompanying notes form part of these financial statements.

**Yipirinya School Council Inc**

**Assets and liabilities statement**

**31 December 2018**

	Note	2018 \$	2017 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	781,904	823,069
Trade and other receivables	5	5,216	2,217
Prepayments		63,775	60,878
<b>TOTAL CURRENT ASSETS</b>		<u>850,895</u>	<u>886,164</u>
<b>NON-CURRENT ASSETS</b>			
Property, Plant and equipment	6	7,176,413	7,270,543
<b>TOTAL NON-CURRENT ASSETS</b>		<u>7,176,413</u>	<u>7,270,543</u>
<b>TOTAL ASSETS</b>		<u>8,027,308</u>	<u>8,156,707</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Bank overdrafts		-	67
Trade and other payables	7	319,012	294,222
Employee benefits	8	298,729	277,908
<b>TOTAL CURRENT LIABILITIES</b>		<u>617,741</u>	<u>572,197</u>
<b>NON-CURRENT LIABILITIES</b>			
Employee benefits	8	179,137	119,868
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>179,137</u>	<u>119,868</u>
<b>TOTAL LIABILITIES</b>		<u>796,878</u>	<u>692,065</u>
<b>NET ASSETS</b>		<u>7,230,430</u>	<u>7,464,642</u>
<b>MEMBERS' FUNDS</b>			
Asset revaluation reserve		576,668	576,668
Retained surplus		6,653,762	6,887,974
<b>TOTAL MEMBERS' EQUITY</b>		<u>7,230,430</u>	<u>7,464,642</u>

The accompanying notes form part of these financial statements.

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2018**

The financial statements cover Yipirinya School Council Inc as an individual entity. Yipirinya School Council Inc is a not-for-profit Association incorporated in the Northern Territory under the Northern Territory Associations Act 2017 ('the Act').

The functional and presentation currency of Yipirinya School Council Inc is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

#### **1 Basis of Preparation**

In the opinion of the Committee of Management, the Association is not a reporting entity since there are unlikely to exist users of the financial report who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Act.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

#### **2 Change in Accounting Policy**

##### **Financial Instruments - Adoption of AASB 9**

The Association has adopted AASB 9 *Financial Instruments* for the first time in the current year with a date of initial adoption of 1 January 2017.

As part of the adoption of AASB 9, the Association adopted consequential amendments to other accounting standards arising from the issue of AASB 9 as follows:

- AASB 101 *Presentation of Financial Statements* requires the impairment of financial assets to be presented in a separate line item in the statement of profit or loss. In the comparative year, this information was presented as part of other expenses.
- AASB 7 *Financial Instruments: Disclosures* requires amended disclosures due to changes arising from AASB 9, this disclosures have been provided for the current year.

The key changes to the Association's accounting policy and the impact on these financial statements from applying AASB 9 are described below.

Changes in accounting policies resulting from the adoption of AASB 9 have been applied retrospectively except the Association has not restated any amounts relating to classification and measurement requirements including impairment which have been applied from 1 January 2018.

##### **Classification of financial assets**

The financial assets of the Association have been reclassified into one of the following categories on adoption of AASB 9 based on primarily the business model in which a financial asset is managed and its contractual cash flow characteristics:

- Measured at amortised cost
- Fair value through profit or loss (FVTPL)

## Notes to the Financial Statements

### For the Year Ended 31 December 2018

#### 2 Change in Accounting Policy

##### Financial Instruments - Adoption of AASB 9

##### Classification of financial assets

- Fair value through other comprehensive income - debt instruments (FVOCI - debt)
- Fair value through other comprehensive income - equity instruments (FVOCI - equity).

#### 3 Summary of Significant Accounting Policies

##### (a) Income Tax

The accounts have been prepared on the basis that the school is not subject to income tax.

##### (b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue as noted below, has been satisfied.

Government grants are recognised as revenue in accordance with the year to which they relate. Grants receivable for the current year but not received are accrued as a receivable, grants for future years, received in the current year are treated as liability..

All revenue is stated net of the amount of goods and services tax (GST).

##### (c) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of assets and liabilities are shown inclusive of GST.

##### (d) Property, Plant and Equipment

Property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all property, plant and equipment is depreciated over the useful lives of the assets to the Association commencing from the time the asset is held ready for use.

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

##### Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a reducing balance basis over the assets useful life to the Association, commencing when the asset is ready for use.

## Notes to the Financial Statements

For the Year Ended 31 December 2018

**(e) Cash and cash equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

**(f) Employee benefits**

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than twelve months after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

Employee benefits are presented as current liabilities in the statement of assets and liabilities if the Association does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date regardless of the classification of the liability for measurement purposes under AASB 119.

**(g) Economic dependency**

The School is dependent on the Government for the majority of its revenue used to operate the school. At the date of this report the committee members have no reason to believe the Government will not continue to support the school.

**4 Cash and cash equivalents**

	2018	2017
	\$	\$
Cash at bank	614,528	655,693
Short-term bank deposits	167,376	167,376
	<u>781,904</u>	<u>823,069</u>

**5 Trade and other receivables**

	2018	2017
	\$	\$
CURRENT		
Trade receivables	1,959	217
Provision for impairment	(1,959)	-
Other receivables	5,216	2,000
<b>Total current trade and other receivables</b>	<u>5,216</u>	<u>2,217</u>



**Notes to the Financial Statements**  
**For the Year Ended 31 December 2018**

**6 Property, plant and equipment**

Buildings		
At cost	<b>13,491,531</b>	13,199,947
Accumulated depreciation	<b>(6,564,285)</b>	(6,210,627)
Total buildings	<b>6,927,246</b>	6,989,320
Total land and buildings	<b>6,927,246</b>	6,989,320
<b>PLANT AND EQUIPMENT</b>		
Plant and equipment		
At cost	<b>535,855</b>	504,763
Accumulated depreciation	<b>(491,686)</b>	(477,062)
Total plant and equipment	<b>44,169</b>	27,701
Furniture, fixtures and fittings		
At cost	<b>261,865</b>	261,865
Accumulated depreciation	<b>(244,071)</b>	(238,761)
Total furniture, fixtures and fittings	<b>17,794</b>	23,104
Motor vehicles		
At cost	<b>847,092</b>	847,092
Accumulated depreciation	<b>(696,655)</b>	(659,046)
Total motor vehicles	<b>150,437</b>	188,046
Audio visual equipment		
At cost	<b>167,247</b>	164,474
Accumulated depreciation	<b>(154,444)</b>	(148,460)
Total audio visual equipment	<b>12,803</b>	16,014
Canteen equipment		
At cost	<b>44,635</b>	44,635
Accumulated depreciation	<b>(39,688)</b>	(38,616)
Total Property, plant and equipment UD1	<b>4,947</b>	6,019
Library books and equipment		
At cost	<b>137,349</b>	137,349
Accumulated depreciation	<b>(118,332)</b>	(117,010)
Total Library books and equipment	<b>19,017</b>	20,339
Total plant and equipment	<b>249,167</b>	281,223
<b>Total property, plant and equipment</b>	<b>7,176,413</b>	7,270,543

**Notes to the Financial Statements**  
For the Year Ended 31 December 2018

**7 Trade and other payables**

	2018	2017
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	55,515	74,381
GST payable	191,534	41,581
Other payables	71,963	178,260
Total trade and other payables	<u>319,012</u>	<u>294,222</u>

**8 Employee Benefits**

	2018	2017
	\$	\$
Current liabilities		
Provision for annual leave	298,729	277,908
	<u>298,729</u>	<u>277,908</u>
Non-current liabilities		
Long service leave	179,137	119,868
	<u>179,137</u>	<u>119,868</u>

**Yipirinya School Council Inc**

**Statement by Members of the Committee**

In our opinion:

1. the accompanying financial report as set out on pages 2-8, being a special purpose financial statement, is drawn up so as to present fairly the state of affairs of the Association as at 31 December 2018 and the results of the Association for the year ended on that date;
2. the accounts of the Association have been properly prepared and are in accordance with the books of account of the Association.
3. there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:

Committee member Amelia Jumar Committee member Cliffoney

Dated this 26<sup>th</sup> day of June 2019

## **Yipirinya School Council Inc**

# **Independent Audit Report to the members of Yipirinya School Council Inc**

## **Report on the Audit of the Financial Report**

### **Qualified Opinion**

We have audited the accompanying financial report, being a special purpose financial report of Yipirinya School Council Inc (the Association), which comprises the statement of assets and liabilities as at 31 December 2018, the statement of profit or loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and statement by members of the committee.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial report of the Association for the year ended 31 December 2018 is prepared, in all material respects, in accordance with Northern Territory Associations Act 2017.

### **Basis for Qualified Opinion**

As is common for organisations of this type, it is not practicable for Yipirinya School Council to maintain an effective system of control over donations, sundry income and other fund raising activities until their initial entry into the accounting system. Our audit, in relation to these items was limited to the amounts recorded in the accounting records. Accordingly, we are unable to express an opinion on the completeness of income.

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

### **Emphasis of Matter - Basis of Accounting**

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in meeting the requirements of the Northern Territory Associations Act 2017.. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

### **Responsibilities of Management and Those Charged with Governance**

Management is responsible for the preparation and fair presentation of the financial report in accordance with Northern Territory Associations Act 2017, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Financial Report**

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.



**Perks Audit Pty Ltd**  
Suite 7, 8 Gregory Terrace  
Alice Springs, NT 0870



**Peter Hill**  
Director  
Registered Company Auditor

Dated this 28<sup>th</sup> day of June 2019

**Yipirinya School Council Inc**  
**For the Year Ended 31 December 2018**

**Disclaimer**

The additional financial data presented on pages 13 & 14 is in accordance with the books and records of the Association which have been subjected to the auditing procedures applied in our statutory audit of the Association for the year ended 31 December 2018. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member, or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Yipirinya School Council Inc) in respect of such data, including any errors of omissions therein however caused.



**Perks Audit Pty Ltd**  
**Suite 7, 8 Gregory Terrace**  
**Alice Springs, NT 0870**



**Peter Hill**  
**Director**  
**Registered Company Auditor**

Dated this *28<sup>th</sup>* day of June 2019

**Yipirinya School Council Inc**

**Detailed Profit and Loss Statement**

**31 December 2018**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b>Income</b>		
Grants	4,518,620	4,110,162
Other income	205,646	210,329
Interest	12,905	17,679
<b>Total income</b>	<b>4,737,171</b>	<b>4,338,170</b>
<b>Less: expenses</b>		
Salaries and wages	3,026,087	3,302,139
Depreciation	419,580	435,031
Superannuation	266,474	310,516
Repairs and maintenance - buildings	148,981	64,026
Teaching materials	135,869	182,146
Accounting	122,717	109,221
Nutrition purchases	103,693	100,017
Electricity	72,307	78,109
Water and sewerage	69,643	57,089
Insurance	63,129	69,571
Motor vehicle - Repairs and maintenance	60,920	39,814
40th Celebration expenses	52,057	-
Subscriptions	46,422	36,802
Sundry expenses	37,037	27,416
Motor vehicle - fuel and oil	31,643	36,216
Stationary	31,282	24,299
Repairs and maintenance - pool	29,950	30,811
Advertising	24,736	7,342
Travel and accomodation	24,377	46,643
Other staff expenses	22,433	33,423
Fire prevention	20,776	28,402
Equipment	20,757	36,468
Low value assets	15,820	54,196
Sporting equipment and fees	15,449	2,762
Telephone	12,678	13,297
Cleaning contractors	12,551	18,959
Awards and prizes	11,401	7,722
Waste removal	10,487	14,525
Motor vehicle - insurance	10,051	11,793
Internet	9,276	22,450
Membership fees	8,136	808
Audit fees	6,200	5,500
Motor vehicle - Registration	6,124	14,637
First aid	4,921	3,927
Canteen expenses	4,738	11,908
Bank fees	2,885	3,012
Uniforms	2,723	2,812
Professional development	1,985	3,503
Bad debts	1,959	-
Hippy expenses	1,258	4,663

**Yipirinya School Council Inc**

**Detailed Profit and Loss Statement**

**31 December 2018**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
OHS compliance	<b>1,200</b>	-
Gas	<b>603</b>	2,544
Postage and freight	<b>68</b>	127
Interest expense	-	7,351
Legal fees	-	320
<b>Total expenses</b>	<b>4,971,383</b>	5,262,317
<b>Surplus / (deficit) for the year</b>	<b>(234,212)</b>	(924,147)