

Joondalup Early Learning Centre Inc

ABN: 62 579 754 088

Financial Statements

For the Year Ended 30 June 2022

Joondalup Early Learning Centre Inc

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Joondalup Early Learning Centre Inc

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Statement of Profit or Loss**For the Year Ended 30 June 2022**

	2022	2021
	\$	\$
Income		
ATO Cash Flow Boost	-	37,500
ATO Job Keeper	-	90,000
Commonwealth Childcare Assistance	557,138	622,318
Employment Incentive Scheme	4,640	33,991
Fee Income	397,516	449,993
Insurance Claim Income	38,413	-
Interest Received	6,140	12,171
Sundry Income	-	8,991
	1,003,847	1,254,964
Expenditure		
Accounting and Audit Fees	4,750	6,300
Advertising	1,714	1,350
Bank Charges	4,692	5,234
Building, Grounds and General Maintenance	12,438	27,107
Cleaning	11,786	25,013
Consumables	5,523	3,454
Depreciation	10,942	11,308
Electricity and Gas	4,243	3,583
Food and Drinks	12,894	15,704
Insurance	8,314	37,815
Labour Contractors	1,495	10,330
Office Supplies/ Purchases	16,552	17,844
Payroll Tax	-	1,190
Pest Control	1,335	-
Salaries	884,810	799,792
Salaries - Annual Leave and LSL Expense	(32,776)	11,243
Superannuation	117,393	70,046
Staff Expenses	10,916	9,536
Telephone and Postage	2,397	3,749
Travel and Accommodation	732	419
	1,080,150	1,061,017
Income Tax Expense	-	-
Profit/(Loss) for the Year	(76,303)	193,947

The accompanying notes form part of these financial statements.

Joondalup Early Learning Centre Inc

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Statement of Financial Position**For the Year Ended 30 June 2022**

	Note	2022 \$	2021 \$
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	3	2,061,012	2,165,965
Trade and Other Receivables	4	-	8,991
ATO Integrated Client Account		(16,661)	(7,286)
TOTAL CURRENT ASSETS		2,044,351	2,167,670
NON-CURRENT ASSETS			
Land and Buildings	5	126,180	127,595
Plant and Equipment	5	26,364	35,891
TOTAL NON-CURRENT ASSETS		152,544	163,486
TOTAL ASSETS		2,196,895	2,331,156
LIABILITIES			
CURRENT LIABILITIES			
Other Liabilities	7	17,435	42,615
Other Provisions	6	309,851	342,627
TOTAL CURRENT LIABILITIES		327,286	385,243
NON-CURRENT LIABILITIES			
Long -Term Provisions	6	100,000	100,000
TOTAL NON-CURRENT LIABILITIES		100,000	100,000
TOTAL LIABILITIES		427,286	485,243
NET ASSETS		1,769,609	1,845,913
MEMBERS' FUNDS			
Retained Profits		1,769,609	1,845,913
TOTAL MEMBERS' FUND		1,769,609	1,845,913

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 30 June 2022

	2022
	Retained Earnings
	\$
Balance at 1 July 2021	1,845,913
Profit/(Loss) for the Year	(76,303)
Balance at 30 June 2022	1,769,609

	2021
	Retained Earnings
	\$
Balance at 1 July 2020	1,651,969
Profit/(Loss) for the Year	193,947
Balance at 30 June 2021	1,845,913

The accompanying notes form part of these financial statements.

Joondalup Early Learning Centre Inc

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Statement of Cash Flows For the Year Ended 30 June 2022

	Note	2022 \$	2021 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers		1,012,073	1,257,109
Payments to Suppliers and Employees		<u>(1,123,165)</u>	<u>(1,061,918)</u>
Net Cash Provided by/(Used in) Operating Activities	8	<u>(111,092)</u>	<u>195,191</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest Received		6,140	12,171
Purchase of Property, Plant and Equipment		<u>-</u>	<u>(83,389)</u>
Net Cash Used by Investing Activities		<u>6,140</u>	<u>(71,218)</u>
Net Increase/(Decrease) in Cash and Cash Equivalents held		(104,952)	123,973
Cash and Cash Equivalents at Beginning of Year		<u>2,165,964</u>	<u>2,041,992</u>
Cash and Cash Equivalents at End of Financial Year	3	<u><u>2,061,012</u></u>	<u><u>2,165,965</u></u>

The accompanying notes form part of these financial statements.

Joondalup Early Learning Centre Inc

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Notes to the Financial Statements

For the Year Ended 30 June 2022

The financial statements cover Joondalup Early Learning Centre Inc as an individual entity. Joondalup Early Learning Centre Inc is a not-for-profit Charity incorporated under the ('the Act') and registered as a Charity from 1 July 2020.

The functional and presentation currency of Joondalup Early Learning Centre Inc is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the opinion of those charged with Governance the Charity is not a reporting entity since there are unlikely to exist users of the financial statements 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 *Australian Charities and Not-for-profits Commission Act 2012*.

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 Summary of Significant Accounting Policies

(a) Income Tax

The Charity is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(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 Charity and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

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

Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Charity expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Notes to the Financial Statements

For the Year Ended 30 June 2022

2 Summary of Significant Accounting Policies

(b) Revenue and Other Income

Revenue from contracts with customers

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Charity have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Other Income

Other income is recognised on an accruals basis when the Charity is entitled to it.

(c) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

(d) Property, Plant and Equipment

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

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Depreciation

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

(e) Cash and Cash Equivalents

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.

Notes to the Financial Statements

For the Year Ended 30 June 2022

2 Summary of Significant Accounting Policies

(f) Provisions

Provisions are recognised when the Charity has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period. The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the unwinding of the discount is taken to finance costs in the statement of profit or loss.

3 Cash and Cash Equivalents

	2022	2021
	\$	\$
Cheque Account	92,165	993,385
Credit Card	9,750	4,623
Petty Cash	750	750
Term Deposits	1,958,347	1,167,207
Total Cash and Cash Equivalents	2,061,012	2,165,965

4 Trade and Other Receivables

	2022	2021
	\$	\$
Debtor - Dept of State Revenue	-	8,991
Total Trade and Other Receivables	-	8,991

5 Property, Plant and Equipment

	2022	2021
	\$	\$
Buildings		
At Cost	126,180	129,010
Accumulated Depreciation	-	(1,415)
Total Buildings	126,180	127,595
Plant and Equipment		
At Cost	158,069	158,069
Accumulated Depreciation	(131,705)	(122,178)
Total Plant and Equipment	26,364	35,891
Total Property, Plant and Equipment	152,544	163,486

Joondalup Early Learning Centre Inc

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Notes to the Financial Statements For the Year Ended 30 June 2022

6 Provisions

	2022	2021
	\$	\$
CURRENT		
Annual Leave and Long Service Leave	309,851	342,627
Total Current Provisions	309,851	342,627
NON-CURRENT		
Building Maintenance Provision	100,000	100,000
Total Non-Current Provisions	100,000	100,000

7 Other Liabilities

	2022	2021
	\$	\$
CURRENT		
Accrued Wages	4,928	26,061
Fees Received in Advance	12,298	16,298
GST Payable	209	256
Total Other Liabilities	17,435	42,615

8 Cash Flow Information

(a) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2022	2021
	\$	\$
Profit for the Year	(76,303)	193,947
Cash Flows excluded from Profit Attributable to Operating Activities		
- Interest Received	(6,140)	(12,171)
Non-Cash Flows in Profit:		
- Depreciation	10,942	11,308
Changes in Assets and Liabilities:		
- (Increase)/Decrease in GST Amendment	-	5,072
- (Increase)/Decrease in Other Assets	18,366	608
- Increase/(Decrease) in Income in Advance	(4,000)	8,808
- Increase/(Decrease) in Trade and Other Payables	(47)	(15,101)
- Increase/(Decrease) in Accrued Expenses	(21,134)	(723)
- Increase/(Decrease) in Provisions	(32,776)	3,443
Cashflows from operations	(111,092)	195,191

Joondalup Early Learning Centre Inc

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Notes to the Financial Statements

For the Year Ended 30 June 2022

9 Contingencies

In the opinion of those charged with governance, the Charity did not have any contingencies at 30 June 2022.

10 Leasing Commitments

The Charity has entered into a lease agreement with Edith Cowan University, for Land and Buildings known as Building 12 and 12A, Joondalup Campus, WA.

Details of the lease are as follows:

Land and Buildings 12 and 12A situated at 270 Joondalup Drive, Joondalup, WA.

Lease Commencement: 11 December 2018

Lease Expiry: 11 December 2023

Term: 5 years

Annual Commitment (Ex GST): \$1.00

11 Events after the end of the Reporting Period

The financial report was authorised for issue on by those charged with governance.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Charity, the results of those operations or the state of affairs of the Charity in future financial years.

12 Statutory Information

The registered office of and principal place of business of the association is:

Joondalup Early Learning Centre Inc

270 Joondalup Drive

Joondalup WA 6027

Joondalup Early Learning Centre Inc

ABN: 62 579 754 088

Responsible Persons' Declaration

The committee has determined that the Charity is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

In the opinion of the committee the financial report as set out on pages 1 to 9:

1. Presents fairly the financial position of Joondalup Early Learning Centre Inc as at 30 June 2022 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Joondalup Early Learning Centre Inc 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:

President Talika

Treasurer H. Rigby

Dated: 7/11/22