

**CANTERBURY COMMUNITY CHILD CARE CENTRE INC.**  
**(CCCCC)**

**ABN: 58 291 193 903**



**FINANCIAL REPORT**  
**YEAR ENDED 31 DECEMBER 2020**

**CANTERBURY COMMUNITY CHILD CARE CENTRE  
(CCCCC) FUNDRAISING**

**FINANCIAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

**CANTERBURY COMMUNITY CHILD CARE CENTRE INC.**

**31 December 2020**

**C O N T E N T S**

	<b>Page No.</b>
Auditor's Independence Declaration	1
Statement of Profit or loss and other comprehensive Income	2-3
Statement of Financial Position	4
Cash Flow Statement	5
Notes to the Financial Statements	6-8
Statement by members of the committee	9
Auditor's Report	10-12
Canterbury Community Child Care Centre (CCCCC) Fundraising	14-22

# C M PITT & CO

*Chartered Accountants*

TELEPHONE: (02) 9715 1555  
FACSIMILE: (02) 9715 1566

CHARLES M PITT B.BUS Dip Ag FCA  
ABN: 73 591 425 854

6/2 PHILIP STREET  
STRATHFIELD NSW 2135  
PO BOX 580  
E-MAIL: cpitt@cmpitt.com.au

Page 1

## AUDITOR'S INDEPENDENCE DECLARATION

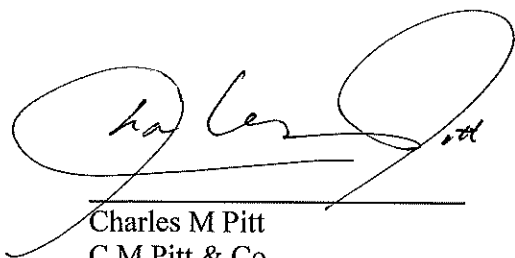
### CANTERBURY COMMUNITY CHILD CARE CENTRE INC.

---

As lead auditor for the audit of Canterbury Community Child Care Centre Inc. for the year ended 31 December 2020, I declare that to the best of my knowledge and belief, there have been:

- (i) no contraventions of the auditor independence requirements as required by Chartered Accountants Australia & New Zealand; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Canterbury Community Child Care Centre Inc. during the period.



Charles M Pitt  
C M Pitt & Co  
Units 6 & 7, 2 Philip Street  
STRATHFIELD NSW 2135

Dated: 19 February 2021



CHARTERED ACCOUNTANTS  
AUSTRALIA & NEW ZEALAND

*Liability limited by a scheme approved under Professional Standards Legislation*

**CANTERBURY COMMUNITY CHILD CARE CENTRE INC.**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

Page 2

	Note	2020 \$	2019 \$
<b>INCOME</b>			
Care fees		73,228	239,654
NSW Department of Education & Training		306,301	323,654
Rent subsidy		8,110	19,088
DIP Funding		45,777	19,872
Funding - QLE		1,886	-
Donations		1,500	6,000
Sundry income		2	503
NSW Grant		10,284	-
Interest		1,511	5,662
Enrolment fee & waiting list fee		2,090	1,420
Levy income		700	500
Membership fees		68	47
Job keeper		244,800	-
<b>TOTAL INCOME</b>		<b><u>696,255</u></b>	<b><u>616,400</u></b>
<b>LESS EXPENDITURE</b>			
Advertising		784	407
Depreciation		7,670	8,830
Audit fees	7	3,500	3,400
Bad debts		84	-
Bank charges		280	233
Children's consumables		5,250	6,271
Repairs & replacements		5,988	7,819
Cleaning		1,788	4,409
Electricity		2,142	2,431
Computer expenses		1,904	1,865
Insurance		10,894	13,478
Lease charges		5,620	5,422
Licence fee		620	415
Lease Maintenance		6,131	6,131
Office expenses		774	1,291
Subscriptions & Publicity		1,927	1,997
Computer & equipment's write off		1,040	198
Rates		1,427	2,143
Rent		14,716	25,450
General Expenses		617	904

**CANTERBURY COMMUNITY CHILD CARE CENTRE INC.**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**CONTINUED**

Page 3

	Note	2020 \$	2019 \$
Employee benefits		2,928	6,607
Printing, Stationery & postage		1,256	1,642
Salaries & wages		467,646	460,921
Staff Amenities		1,523	4,124
Superannuation		40,751	41,750
Transport & excursions		-	1,707
Teaching aids & equipments		3,097	2,067
Telephone		1,191	1,729
Training & recruitment		2,059	3,471
<b>TOTAL EXPENSES</b>		<u><b>593,606</b></u>	<u><b>617,109</b></u>
 <b>PROFIT / (LOSS) FROM OPERATIONS</b>		 <u><b>102,650</b></u>	 <u><b>(709)</b></u>
 <b>COMPREHENSIVE INCOME</b>			
 Cashflow Boost		 92,184	 -
 <b>PROFIT/(LOSS) &amp; OTHER COMPREHENSIVE INCOME</b>		 <u><u><b>194,834</b></u></u>	 <u><u><b>(709)</b></u></u>

**CANTERBURY COMMUNITY CHILD CARE CENTRE INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2020**

Page 4

	Note	2020 \$	2019 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	2	581,275	393,842
Receivables		31,186	13,098
Prepayments		3,890	193
<b>TOTAL CURRENT ASSETS</b>		<u>616,351</u>	<u>407,132</u>
<b>NON CURRENT ASSETS</b>			
Property plant & equipment	3	12,153	19,823
<b>TOTAL NON CURRENT ASSETS</b>		<u>12,153</u>	<u>19,823</u>
<b>TOTAL ASSETS</b>		<u>628,504</u>	<u>426,956</u>
<b>CURRENT LIABILITIES</b>			
Payables	4	57,911	59,235
Fees in advance		158	228
Deferred revenue		78,288	79,239
<b>TOTAL CURRENT LIABILITIES</b>		<u>136,358</u>	<u>138,702</u>
<b>NON-CURRENT LIABILITIES</b>			
Provision for long service leave		56,175	53,247
Provision for capital maintenance & replacement		47,462	41,331
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>103,637</u>	<u>94,579</u>
<b>TOTAL LIABILITIES</b>		<u>239,995</u>	<u>233,280</u>
<b>NET ASSETS</b>		<u><u>388,509</u></u>	<u><u>193,676</u></u>
REPRESENTED BY:			
<b>EQUITY</b>			
<u>Retained Earnings</u>			
Balance at beginning of financial year		193,676	194,385
Add: (Loss)/Profit for year		194,834	(709)
Balance at end of financial year		<u>388,509</u>	<u>193,676</u>
<b>TOTAL EQUITY</b>		<u><u>388,509</u></u>	<u><u>193,676</u></u>

The above Balance Sheet should be read in conjunction with the accompanying Notes.

**CANTERBURY COMMUNITY CHILD CARE CENTRE INC.**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

Page 5

	Note	Inflow (Outflow) 2020 \$	Inflow (Outflow) 2019 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipts from fees & subsidies		772,451	591,516
Payments to employees & suppliers		(588,028)	(595,454)
		<u>184,423</u>	<u>(3,938)</u>
Donations received		1,500	6,000
Interest received		<u>1,511</u>	<u>5,662</u>
<b>Net cash provided by operating activities</b>	<b>5</b>	<u>187,433</u>	<u>7,725</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Payments for property improvements & equipment		-	-
Net cash used in investing activities		<u>-</u>	<u>-</u>
<b>Net (Decrease)/Increase In Cash Held</b>		<u>393,842</u>	<u>386,117</u>
Cash at the beginning of the financial year			
<b>CASH AT THE END OF THE FINANCIAL YEAR</b>	<b>2</b>	<u><u>581,275</u></u>	<u><u>393,842</u></u>

The above Cash Flow Statement should be read in conjunction with the accompanying Notes.



**CANTERBURY COMMUNITY CHILD CARE CENTRE INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

Page 6

**NOTE STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

- 1** The financial statements are a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act NSW & the Australian Charities & Not for Profits Commission Act 2012. The committee has determined that the Association is not a reporting entity.

The financial report has been prepared on an accrual basis and is based on historic costs and does not take into account changing money values or, except where specially stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial statements.

**Revenue Recognition**

- (a) Revenue from funding authorities received in advance is deferred to the period to which it relates and included as deferred revenue on the balance sheet.

**Employee Benefits**

- (b) The amounts expected to be paid to employees for their pro-rata long service leave entitlements are accrued annually at current pay rates. Long service leave has been provided for all employees. The amounts provided where appropriate have been apportioned between current and non-current, the current provision being the portion that is entitled to be paid within the next twelve months.

**Income Tax**

- (c) The Association is exempt from income tax.

**Maintenance Repairs & Replacements**

- (d) Maintenance, repair costs and minor renewals are charged as expenses as incurred.

**Non consolidation**

- (e) The Canterbury Community Child Care Centre (CCCCC) Fundraising maintains a separate bank account together with appropriate books and records. The management report the fundraising activities separately.

	2020	2019
	\$	\$
<b>CASH AND CASH EQUIVALENTS</b>		
<b>2</b> CBA Cheque account	349,621	164,168
CBA Trust account	5,579	5,109
CBA - Term deposits	225,925	224,414
Cash on hand	150	150
Total cash	<u>581,275</u>	<u>393,842</u>

**CANTERBURY COMMUNITY CHILD CARE CENTRE INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**CONTINUED**

Page 7

	2020	2019
	\$	\$
<b>PROPERTY, PLANT &amp; EQUIPMENT</b>		
3 Premises improvements & Equipments - at cost	64,477	64,477
Less: Depreciation	(52,324)	(44,654)
Total	<u>12,153</u>	<u>19,823</u>
<b>PAYABLES</b>		
4 PAYG Withholding Tax	24,334	21,962
Fee deposit	3,018	7,992
Creditors & accruals	18,933	18,430
Levy deposit	4,000	3,500
GST payable	7,627	7,351
Total payables	<u>57,911</u>	<u>59,235</u>
<b>RECONCILIATION OF NET CASH</b>		
5 Net cash provided by operating activities	187,433	7,725
Non-cash flows in profit		
Depreciation	(7,670)	(8,830)
Changes in operating assets and liabilities:		
Decrease (increase) in payables	1,324	4,586
Decrease (increase) in deferred revenue	950	1,234
(Increase) decrease in receivables - fees	21,600	12,615
Increase (decrease) in prepayments	27	(10,805)
Decrease (increase) in employee benefits	(2,928)	(6,607)
Decrease (increase) in provision	(6,131)	(1,420)
Decrease (increase) in fees in advance	228	794
<b>OPERATING PROFIT/(LOSS)</b>	<u>194,834</u>	<u>(709)</u>
<b>RECONCILIATION OF CASH</b>		
6 For the purposes of the Statement of Cash Flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the statement of financial position as follows:		
Cash on hand	150	150
Cash at bank	581,125	393,692
	<u>581,275</u>	<u>393,842</u>

**CANTERBURY COMMUNITY CHILD CARE CENTRE INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

CONTINUED

Page 8

	2020	2019
	\$	\$
<b>AUDITOR'S REMUNERATION</b>		
7 Auditor's remuneration		
- for audit services	3,500	3,400
Total auditor's remuneration	<u>3,500</u>	<u>3,400</u>
<b>LEASE COMMITMENTS</b>		
8 Being for rent of the Child Care Centre		
Payable - minimum lease payments:		
not later than 12 months	6,161	6,161
between 12 months and 5 years	2,761	6,627
	<u>8,922</u>	<u>12,788</u>

The property lease is a non-cancellable lease with five-year term, with rent payable annually in advance. Contingent rental provisions within the lease agreement require that the minimum lease payments shall be increased by the CPI every year. Canterbury City Council is generously rebating 75% of the annual rental payments for the term of the lease. Grants for property improvements are recognised as revenue when the expenditure has been incurred. The current lease is expiring on 31 May 2022.

**FINANCIAL REPORTING BY SEGMENTS**

- 9 The Canterbury Community Child Care Centre operates at Ashbury, NSW to provide childcare services.

**RELATED PARTY TRANSACTIONS**

- 10 There are no related party transactions other than those in normal course of business with members and their families.

**FINANCING ARRANGEMENTS**

- 11 The Association has no finance arrangements with their bankers or borrowings with any other institutions.

**COMPARATIVE FIGURES**

- 12 Where required by Accounting Standards comparative figures have been adjusted with changes in presentation for the current financial year.

**STATEMENT BY MEMBERS OF THE COMMITTEE**

**CANTERBURY COMMUNITY CHILD CARE CENTRE INC.**

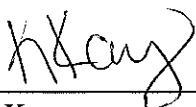
Page 9

The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared with the accounting policies outlined in Note 1 to the financial statements.

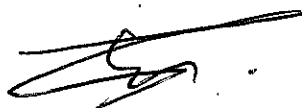
In the opinion of the committee the financial report as set out on pages 2 to 4:

- a) Present a true and fair view of the financial position of Canterbury Community Child Care Centre Inc. as at 31 December 2020 and its performance for the year ended on that date.
- b) At the date of this statement, there are reasonable grounds to believe that the Canterbury Community Child Care 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:



Karen Kay  
**PRESIDENT**



Nelson Roo  
**TREASURER**

Signed at Canterbury this 19<sup>th</sup> day of February 2021

# C M PITT & CO

*Chartered Accountants*

TELEPHONE: (02) 9715 1555

FACSIMILE: (02) 9715 1566

CHARLES M PITT B.BUS Dip Ag FCA

ABN: 73 591 425 854

6/2 PHILIP STREET

STRATHFIELD NSW 2135

PO BOX 580

E-MAIL cpitt@cmpitt.com.au

Page 10

## **Independent Audit Report**

**To The Members of Canterbury Community Child Care Centre Inc.**

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

We have audited the financial report of Canterbury Community Child Care Centre Inc which comprises the statement of financial position as at 31 December 2020, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies, and the responsible entities declaration.

In our opinion the financial report of Canterbury Community Child Care Centre Inc has been prepared in accordance with Division 60 of the Australian Charities and Not-for-Profits Commission Act 2012, including:

- (a) giving a true and fair view of the registered entity's financial position as at 31 December 2020 and of its financial performance for the year ended; and
  - (b) complying with Australian Accounting Standards to the extent described in Note 1, and division 60 the Australian Charities and Not-for-profits Commission Regulation 2013.
- basis for opinion.

### **Basis for opinion**

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 registered entity in accordance with the Australian Charities and Not-for-Profits Commission Act 2012 (ACNC Act) and 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 opinion.

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

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the registered entity's financial



CHARTERED ACCOUNTANTS<sup>®</sup>

*Liability limited by a scheme approved under Professional Standards Legislation  
All correspondence: PO Box 580, STRATHFIELD NSW 2135*

reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

### **Committee's Responsibility for the Financial Report**

The committee of the Canterbury Community Child Care Centre Inc are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Australian Charities & Not for Profits Commission Act 2012. The committee's responsibility also includes such internal control as the determine is the committee necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the Canterbury Community Child Care Centre Inc ability to continue as a going concern, disclosing, as applicable, matters relating to Going concern and using the going concern basis of accounting unless the responsible entities either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

### **Auditor's Responsibility 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 the financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by responsible entities.



CHARTERED ACCOUNTANTS

**Chartered Accountants**

*Liability limited by a scheme approved under Professional Standards Legislation  
All correspondence: PO Box 580, STRATHFIELD NSW 2135*

- Conclude on the appropriateness of responsible entities' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the registered entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

  
Charles M Pitt  
C M PITT & CO  
CHARTERED ACCOUNTANTS

CA ANZ Membership No. 20180  
Registered Company Auditor No. 2944  
Unit 6 & 7, 2 Philip Street Strathfield

Date: 19 February 2021



CHARTERED ACCOUNTANTS

Chartered Accountants

Liability limited by a scheme approved under Professional Standards Legislation  
All correspondence: PO Box 580, STRATHFIELD NSW 2135

# **CANTERBURY COMMUNITY CHILD CARE CENTRE (CCCCC) FUNDRAISING**

**31 December 2020**

## **C O N T E N T S**

	<b>Page No.</b>
Income and Expenditure Statement	15
Statement of Financial Position	16
Cash Flow Statement	17
Notes to the Financial Statements	18
Statement by members of the committee	19
Auditor's Report	20-22



**CANTERBURY COMMUNITY CHILD CARE CENTRE (CCCCC) FUNDRAISING  
INCOME AND EXPENDITURE STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2020**

Page 15

	Note	2020 \$	2019 \$
<b>INCOME</b>			
Fund raising		414	9,728
Interest received		7	9
<b>TOTAL INCOME</b>		<u>421</u>	<u>9,737</u>
<b>LESS EXPENDITURE</b>			
Audit fees		286	286
Cost of fund raising		-	3,688
Donations		1,500	7,540
Supplies		-	246
<b>TOTAL EXPENSES</b>		<u>1,786</u>	<u>11,760</u>
 <b>NET (LOSS) FROM ORDINARY ACTIVITIES</b>		 <u><u>(1,365)</u></u>	 <u><u>(2,023)</u></u>

The above Income Statement should be read in conjunction with the accompanying Notes.

**CANTERBURY COMMUNITY CHILD CARE CENTRE (CCCCC) FUNDRAISING  
STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2020**

Page 16

	Note	2020 \$	2019 \$
<b>CURRENT ASSETS</b>			
Cash assets		7,035	8,400
Petty cash		100	100
<b>TOTAL CURRENT ASSETS</b>		<u>7,135</u>	<u>8,500</u>
 <b>TOTAL ASSETS</b>		 <u>7,135</u>	 <u>8,500</u>
<b>CURRENT LIABILITIES</b>			
Payables		286	286
 <b>NET ASSETS</b>		 <u>6,849</u>	 <u>8,214</u>
 <b>REPRESENTED BY:</b>			
 <b>ACCUMULATED FUNDS</b>			
<u>Retained Income</u>			
Balance at beginning of financial year		8,214	10,237
Add: Net Income for year		<u>(1,365)</u>	<u>(2,023)</u>
Balance at end of financial year		6,849	8,214
 <b>TOTAL FUNDS</b>		 <u>6,849</u>	 <u>8,214</u>

The above Balance Sheet should be read in conjunction with the accompanying Notes.

**CANTERBURY COMMUNITY CHILD CARE CENTRE (CCCCC) FUNDRAISING  
CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2020**

Page 17

	Inflow (Outflow) 2020 \$ __	Inflow (Outflow) 2019 \$ __
Note		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Receipts from fund raising	414	9,728
Payments to suppliers	(1,786)	(11,760)
	<u>(1,372)</u>	<u>(2,032)</u>
Interest received	<u>7</u>	<u>9</u>
<b>Net Cash Inflow (Outflow) from (used in) Operating Activities</b>	<u>(1,365)</u>	<u>(2,023)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Payments for plant & equipment	-	-
<b>Net Cash Outflow From Investing Activities</b>	<u>-</u>	<u>-</u>
<b>Net (Decrease)/Increase In Cash Held</b>		
Cash at the beginning of the financial year	<u>8,500</u>	<u>10,524</u>
<b>CASH AT THE END OF THE FINANCIAL YEAR</b>	<u><u>7,136</u></u>	<u><u>8,500</u></u>

The above Cash Flow Statement should be read in conjunction with the accompanying Notes.

**CANTERBURY COMMUNITY CHILD CARE CENTRE (CCCCC) FUNDRAISING  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

---

Page 18

**NOTE**

**1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements are a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act NSW & the Australian Charities & Not for Profits Commission Act 2012.

The committee has determined that the Association is not a reporting entity.

The financial report has been prepared on an accrual basis and is based on historic costs and does not take into account changing money values or, except where specially stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial statements.

**(a) Non consolidation**

The Canterbury Community Child Care Centre (CCCCC) Fundraising maintains a separate bank account together with appropriate books and records. The management report the fund raising activities separately.

**(b) Income Tax**

The Association is exempt from income tax.

**2 FINANCIAL REPORTING BY SEGMENTS**

The Canterbury Community Child Care Centre (CCCCC) Fundraising operates at Ashbury, NSW to provide childcare services.

**3 RELATED PARTY TRANSACTIONS**

There are no related party transactions other than those in normal course of business with members and their families.

**4 FINANCING ARRANGEMENTS**

The Association has no finance arrangements with their bankers or borrowings with any other institutions.

**5 COMPARATIVE FIGURES**

Where required by Accounting Standards comparative figures have been adjusted with changes in presentation for the current financial year.

**CANTERBURY COMMUNITY CHILD CARE CENTRE (CCCCC) FUNDRAISING**

Page 19

**STATEMENT BY MEMBERS OF THE COMMITTEE**

The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial report as set out on pages 13 to 17:

- a) Present a true and fair view of the financial position of Canterbury Community Child Care Centre (CCCCC) Fundraising as at 31 December 2020 and its performance for the year ended on that date.
- b) At the date of this statement, there are reasonable grounds to believe that the Canterbury Community Child Care Centre (CCCCC) Fundraising 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**

  
\_\_\_\_\_  
**TREASURER**

Signed at Canterbury this <sup>4</sup>/<sub>th</sub> day of February 2021

# C M PITT & CO

*Chartered Accountants*

TELEPHONE: (02) 9715 1555  
FACSIMILE: (02) 9715 1566

CHARLES M PITT B.BUS Dip Ag FCA

ABN: 73 591 425 854

6/ 2 PHILIP STREET  
STRATHFIELD NSW 2135  
PO BOX 580  
E-MAIL cpitt@cmpitt.com.au

Page 20

## **Independent Audit Report** **To the Members of Canterbury Community Child Care Centre Fundraising**

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

We have audited the financial report of Canterbury Community Child Care Centre Fundraising which comprises the statement of financial position as at 31 December 2020, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies, and the responsible entities declaration.

In our opinion the financial report of Canterbury Community Child Care Centre Fundraising has been prepared in accordance with Division 60 of the Australian Charities and Not-for-Profits Commission Act 2012, including:

- (a) giving a true and fair view of the registered entity's financial position as at 31 December 2020 and of its financial performance for the year ended; and
  - (b) complying with Australian Accounting Standards to the extent described in Note 1, and division 60 the Australian Charities and Not-for-profits Commission Regulation 2013.
- basis for opinion.

### **Basis for opinion**

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 registered entity in accordance with the Australian Charities and Not-for-Profits Commission Act 2012 (ACNC Act) and 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 opinion.

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

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the registered entity's financial



CHARTERED ACCOUNTANTS\*

*Liability limited by a scheme approved under Professional Standards Legislation*  
*All correspondence: PO Box 580, STRATHFIELD NSW 2135*

reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

### **Committee's Responsibility for the Financial Report**

The committee of the Canterbury Community Child Care Centre is responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Australian Charities & Not for Profits Commission Act 2012. The committee's responsibility also includes such internal control as the determine is the committee necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the Canterbury Community Child Care Centre Inc ability to continue as a going concern, disclosing, as applicable, matters relating to Going concern and using the going concern basis of accounting unless the responsible entities either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

### **Auditor's Responsibility 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 the financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by responsible entities.



CHARTERED ACCOUNTANTS

*Liability limited by a scheme approved under Professional Standards Legislation*  
All correspondence: PO Box 580, STRATHFIELD NSW 2135

- Conclude on the appropriateness of responsible entities' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the registered entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



**Charles M Pitt**  
**C M PITT & CO**  
CHARTERED ACCOUNTANTS

Date: 6 February 2021

CA ANZ Membership No. 20180  
Registered Company Auditor No. 2944  
Unit 6 & 7, 2 Philip Street Strathfield



CHARTERED ACCOUNTANTS

*Liability limited by a scheme approved under Professional Standards Legislation*  
*All correspondence: PO Box 580, STRATHFIELD NSW 2135*