

**JOHN PURCHASE PUBLIC SCHOOL PARENTS & CITIZENS
ASSOCIATION**

ABN 75 023 693 153

Special Purpose Financial Report

for the year ended 31 December 2016

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Declaration by the Office Bearers

In accordance with a resolution of the Office Bearers of the John Purchase Public School Parents and Citizens Association (Association), we state that in the opinion of the Office Bearers:

- a) the Association is not a reporting entity as defined in the Australian Accounting Standards;
- b) the financial statements and notes of the Association are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:
 - a. giving a true and fair view of the Association's financial position as at 31 December 2016 and of its performance for the year ended on that date; and
 - b. complying with the Australian Accounting Standards to the extent described in Note 1 to the financial statements and complying with the *Australian Charities and Not-for-profits Commission Regulation 2013*; and
- c) there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable.

On behalf of the Office Bearers



Charaka Pusselle

Treasurer

9 November 2017

Statement of Surplus and Other Comprehensive Income

	2016 \$	Restated ^a 2015 \$
Uniform Shop	107,139	95,796
Canteen Sales	102,051	105,922
Band	32,338	29,754
OOSH	7,670	27,040
Fundraising	70,745	25,695
TOTAL REVENUE	319,943	284,207
Uniform Shop	74,322	63,054
Canteen	56,705	57,526
Band	25,884	27,922
OOSH	2,851	9,861
Fundraising	39,116	12,249
TOTAL COST OF SALES	198,878	170,612
GROSS PROFIT	121,065	113,595
Parents voluntary contribution	56,949	112,246
Interest income	3,668	3,922
Other income	2,860	590
TOTAL OTHER INCOME	63,477	116,758
Employee expenses	53,540	57,071
Other expenses	9,812	14,891
TOTAL EXPENSES	63,352	71,962
NET SURPLUS FOR THE YEAR BEFORE DISTRIBUTION	121,190	158,391
Donations to John Purchase Public School	69,723	132,710
NET SURPLUS FOR THE YEAR	51,467	25,681
Other comprehensive income	-	-
TOTAL COMPREHENSIVE SURPLUS FOR THE YEAR	51,467	25,681

The accompanying notes form part of these financial statements.

^a Some values are restated as a result of adjustments for prior period errors. Refer to Note 2.

Statement of Financial Position

	Notes	2016 \$	Restated ^a 2015 \$
CURRENT ASSETS			
Cash and cash equivalents	3	260,252	318,313
Other receivables and prepayments	4	83,525	28,440
Inventories – Uniform		89,963	92,148
TOTAL CURRENT ASSETS		433,740	438,901
TOTAL ASSETS		433,740	438,901
CURRENT LIABILITIES			
Trade and other payables	5	8,206	65,393
Employee benefits	6	9,759	9,200
TOTAL CURRENT LIABILITIES		17,965	74,593
TOTAL LIABILITIES		17,965	74,593
NET ASSETS		415,775	364,308
EQUITY			
Retained surplus		364,308	338,627
Net surplus for the year		51,467	25,681
TOTAL EQUITY		415,775	364,308

The accompanying notes form part of these financial statements.

^a Some values are restated as a result of adjustments for prior period errors. Refer to Note 2.

Statement of Changes in Equity

	Total \$
BALANCE AT 1 JANUARY 2015	338,627
Surplus for the year	25,681
Other comprehensive income	-
BALANCE AT 31 DECEMBER 2015	364,308
Surplus for the year	51,467
Other comprehensive income	-
BALANCE AT 31 DECEMBER 2016	415,775

The accompanying notes form part of these financial statements.

Statement of Cash Flows

	Notes	2016 \$	2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from sales and fundraising		322,574	398,947
Payments to suppliers and employees		(314,580)	(209,050)
Donations paid		(69,723)	(132,710)
Interest received		3,668	3,922
NET CASH FROM OPERATING ACTIVITIES	7	(58,061)	61,109
CASH FLOWS FROM INVESTING ACTIVITIES			
Net cash from investing activities		-	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Net cash from financing activities		-	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(58,061)	61,109
Cash and cash equivalents at the beginning of the financial year		318,313	257,204
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	3	260,252	318,313

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation

This Special Purpose Financial Report has been prepared for distribution to the members of the John Purchase Public School Parents & Citizens Association as required under the Constitution. In the opinion of the Office Bearers, the accounting policies used in the preparation of this financial report as described below are appropriate to meet the needs of members:

- (i) The financial report has been prepared on an accruals basis of accounting and is based on the historical cost convention and the going concern assumption.
- (ii) The requirements of Accounting Standards and other financial reporting requirements in Australia do not have mandatory applicability to the Association because it is not a reporting entity. The financial report has been prepared in accordance with the recognition and measurement principles of Australian Accounting Standards and Interpretations. It contains only disclosures considered necessary by the Office Bearers to meet the needs of members.

1.2 New accounting standards and interpretations

Certain Australian Accounting Standards and Interpretations have recently been issued or amended but are not yet effective and have not been adopted by the Association for the annual reporting period ended 31 December 2016. The Office Bearers have not early adopted any of these new or amended Standards or Interpretations. The Office Bearers have not yet fully assessed the impact of these new or amended Standards and Interpretations (to the extent relevant to the Association).

1.3 Cash and cash equivalents

Cash in the Statement of Financial Position and Statement of Cash Flows comprises cash at bank and on hand.

1.4 Inventories – Uniform

Uniform inventories are valued at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of operations.

JOHN PURCHASE PUBLIC SCHOOL PARENTS & CITIZENS ASSOCIATION
SPECIAL PURPOSE FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1.5 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable to the extent it is probable that the economic benefits will flow to the Association and the revenue can be reliably measured.

2. PRIOR PERIOD ERRORS

A comprehensive review and data remediation exercise was undertaken during 2017 that identified a need to restate financial information as at 31 December 2015. Restated financial information as at 31 December 2015 is presented as if the errors had not been made. The following prior period errors and reclassifications were identified and corrected:

Statement of Surplus and Other Comprehensive Income	Previously Reported Figure for 2015 \$	Total Restatement to 2015 Reported Amount \$	Restated Figure for 2015 \$
Uniform Shop	96,249	(453) ^b	95,796
Canteen Sales	105,463	459 ^a	105,922
Band	34,104	(4,350) ^a	29,754
Fundraising	23,870	1,825 ^b	25,695
TOTAL REVENUE	286,726	(2,519)	284,207
Canteen	57,421	105 ^a	57,526
OOSH	9,715	146 ^a	9,861
Fundraising	12,606	(357) ^b	12,249
TOTAL COST OF SALES	170,718	(106)	170,612
Parents voluntary contribution	51,498	60,748 ^a	112,246
Other income	2,320	(1,730) ^b	590
TOTAL OTHER INCOME	57,740	59,018	116,758
Other expenses	15,707	(816) ^a	14,891
TOTAL EXPENSES	72,778	(816)	71,962
Donations to John Purchase Public School	77,153	55,557 ^a	132,710
NET SURPLUS FOR THE YEAR	23,817	1,864	25,681

^a Restatement relates to correction of 2015 reported amount.

^b Restatement relates to reclassification of 2015 reported amount.

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SPECIAL PURPOSE FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

2. PRIOR PERIOD ERRORS (CONTINUED)

Statement of Financial Position	Previously Reported Figure for 2015 \$	Total Restatement to 2015 Reported Amount \$	Restated Figure for 2015 \$
Cash and cash equivalents	256,229	62,084 ^a	318,313
Other receivables and prepayments	28,665	(225) ^a	28,440
TOTAL ASSETS	377,042	61,859	438,901
Trade and Other Payables	6,041	59,352 ^a	65,393
TOTAL LIABILITIES	15,241	59,352	74,593
NET ASSETS	361,801	2,507	364,308
Retained Surplus	337,984	643 ^a	338,627
Net surplus for the year	23,817	1,864 ^a	25,681
TOTAL EQUITY	361,801	2,507	364,308

3. CASH AND CASH EQUIVALENTS

	2016 \$	Restated 2015 \$
Cash on hand	6	19
Cash at bank	260,246	318,294
TOTAL CASH AND CASH EQUIVALENTS	260,252	318,313

4. OTHER RECEIVABLES AND PREPAYMENTS

	2016 \$	Restated 2015 \$
Other receivables	57,619	440
Prepayments	25,906	28,000
TOTAL OTHER RECEIVABLES AND PREPAYMENTS	83,525	28,440

^a Restatement relates to correction of 2015 reported amount.

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SPECIAL PURPOSE FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

5. TRADE AND OTHER PAYABLES

	2016 \$	Restated 2015 \$
Trade payables	3,627	50,000
Other payables	4,579	15,393
TOTAL TRADE AND OTHER PAYABLES	8,206	65,393

6. EMPLOYEE BENEFITS

	2016 \$	2015 \$
Provision for long service leave - current	9,759	9,200
TOTAL EMPLOYEE BENEFITS	9,759	9,200

7. CASH FLOW INFORMATION

	2016 \$	2015 \$
NET SURPLUS FOR THE YEAR	51,467	25,681
Changes in assets and liabilities:		
(Increase)/Decrease in Other receivables and prepayments	(55,085)	(24,433)
(Increase)/Decrease in Inventories - Uniform	2,185	(5,098)
Increase/(Decrease) in Trade and other payables	(57,187)	58,823
Increase/(Decrease) in Employee benefits	559	6,136
CASH FLOWS FROM OPERATING ACTIVITIES	(58,061)	61,109

Independent Review Report

To the Members of John Purchase Public School Parents & Citizens Association:

Report on the Review of the Financial Report

I have reviewed the Special Purpose Financial Report of John Purchase Public School Parents & Citizens Association, which comprises the Statement of Financial Position as at 31 December 2016, the Statement of Surplus and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the Office Bearer's declaration.

Members of the Executive's Responsibility for the Financial Report

The Members of the Executive of the John Purchase Public School Parents & Citizens Association 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 and Not-for-profits Commission Act 2012* (ACNC Act) and the needs of the members. The Members of the Executive's responsibility also includes such internal control as the Members of the Executive determine is 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 Members of the Executive are responsible for assessing John Purchase Public School Parents & Citizens Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless Members of the Executive either intend to liquidate John Purchase Public School Parents & Citizens Association or to cease operations, or have no realistic alternative but to do so.

Reviewer's Responsibilities for the Review of the Special Purpose Financial Report

My objective is to express a conclusion on the Special Purpose Financial Report based on my review. I conducted my review in accordance with Auditing Standard on Review Engagements ASRE 2415 *Review of a Financial Report - Company Limited by Guarantee* or an Entity reporting under the ACNC Act or Other Applicable Legislation or Regulation in order to state whether, on the basis of the procedures described, anything has come to my attention that causes me to believe the financial report does not satisfy the requirements of Division 60 of the ACNC Act including: giving a true and fair view of John Purchase Public School Parents & Citizens Association's financial position at 31 December 2016 and its performance for the year ended on that date; and complying with the Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Regulation 2013* (ACNC Regulation). ASRE 2415 requires I comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of the persons responsible for the financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, which is not an audit, nothing has come to my attention that causes me to believe that the Special Purpose Financial Report of John Purchase Public School Parents & Citizens Association does not satisfy the requirements of Division 60 of the ACNC Act, including:

- (a) Giving a true and fair view of John Purchase Public School Parents & Citizens Association's financial position as at 31 December 2016 and of its financial performance for the year then ended; and
- (b) Complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the ACNC Regulation.

Emphasis of Matter - Basis of Accounting

I draw attention to Note 1 to the Special Purpose Financial Report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling John Purchase Public School Parents & Citizens Association's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. My conclusion is not modified in respect of this matter.

I. Bekris

Irene Bekris CA

Sydney, 9 November 2017

Reviewer's Independence Declaration

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, as reviewer of John Purchase Public School Parents & Citizens Association for the year ended 31 December 2016, I declare that, to the best of my knowledge and belief, there have been:

- (a) No contraventions of the reviewer independence requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the review; and
- (b) No contraventions of any applicable code of professional conduct in relation to the review.

I. Bekris

Irene Bekris CA

Sydney, 9 November 2017