

# **Townsville Christian Education Association Limited**

**ABN 33 010 333 418**

**Annual Report - 31 December 2024**

## **Townsville Christian Education Association Limited**

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**31 December 2024**

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### **General information**

The financial statements cover Townsville Christian Education Association Limited as an individual entity. The financial statements are presented in Australian dollars, which is Townsville Christian Education Association Limited's functional and presentation currency.

Townsville Christian Education Association Limited is a not-for-profit registered, incorporated and domiciled in Australia. Its registered office and principal place of business are:

#### **Registered office**

Townsville Christian Education Association Limited  
Jonquil Crescent  
Annandale QLD 4814

#### **Principal place of business**

Townsville Christian Education Association Limited  
Jonquil Crescent  
Annandale QLD 4814

A description of the nature of the company's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 17 March 2025. The directors have the power to amend and reissue the financial statements.

**AUDITOR'S INDEPENDENCE DECLARATION**  
**UNDER SECTION 60-40 OF THE**  
**AUSTRALIAN CHARITIES AND NOT FOR PROFITS COMMISSION ACT 2012**  
**TO THE DIRECTORS OF TOWNSVILLE CHRISTIAN EDUCATION ASSOCIATION LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2024, there have been no contraventions of:

- (a) the auditor independence requirements as set out in section 60-40 of the Australian Charities and Not-for-Profit Commission Act 2012 in relation to the audit; and
- (b) any applicable code of professional conduct in relation to the audit.



PKF NORTH QUEENSLAND AUDIT



TIM FOLLETT  
PARTNER

TOWNSVILLE  
17 MARCH 2025

**Townsville Christian Education Association Limited**  
**Statement of profit or loss and other comprehensive income**  
**For the year ended 31 December 2024**

	Note	2024 \$	2023 \$
<b>Revenue</b>	3	<b>14,817,326</b>	13,567,386
<b>Expenses</b>			
Employee benefits expense		<b>(10,066,268)</b>	(9,115,039)
Depreciation expense		<b>(989,731)</b>	(1,028,460)
Other expenses	4	<b>(1,911,066)</b>	(1,756,223)
		<b>1,850,261</b>	1,643,774
<b>Profit before income tax expense</b>			
Income tax expense		-	-
<b>Profit after income tax expense for the year</b>		<b>1,850,261</b>	1,667,664
Other comprehensive income for the year, net of tax		-	-
<b>Total comprehensive profit for the year</b>		<b>1,850,261</b>	1,667,664

*The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes*

**Townsville Christian Education Association Limited**  
**Statement of financial position**  
**As at 31 December 2024**

	Note	2024 \$	2023 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	6,760,016	6,040,732
Trade and other receivables	6	23,642	60,389
Other assets		328,747	280,586
<b>Total current assets</b>		<u>7,112,405</u>	<u>6,381,707</u>
<b>Non-current assets</b>			
Property, plant and equipment	7	24,980,503	23,759,788
<b>Total non-current assets</b>		<u>24,980,503</u>	<u>23,759,788</u>
<b>Total assets</b>		<u>32,092,908</u>	30,141,495
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	8	1,063,143	943,755
Employee benefits	9	971,389	997,003
<b>Total current liabilities</b>		<u>2,034,532</u>	<u>1,940,758</u>
<b>Non-current liabilities</b>			
Employee benefits	9	132,732	125,354
<b>Total non-current liabilities</b>		<u>132,732</u>	<u>125,354</u>
<b>Total liabilities</b>		<u>2,167,264</u>	2,066,112
<b>Net assets</b>		<u>29,925,644</u>	<u>28,075,383</u>
<b>Equity</b>			
Reserves		3,382,380	3,382,380
Retained earnings		26,543,264	24,693,003
<b>Total equity</b>		<u>29,925,644</u>	<u>28,075,383</u>

*The above statement of financial position should be read in conjunction with the accompanying notes*

**Townsville Christian Education Association Limited**  
**Statement of changes in equity**  
**For the year ended 31 December 2024**

	<b>Retained Surpluses \$</b>	<b>Asset Revaluation</b>	<b>Building and Library \$</b>	<b>Total equity \$</b>
Balance at 1 January 2023	23,025,339	3,301,530	80,850	26,407,719
Profit after income tax expense for the year	1,667,664	-	-	1,667,664
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	1,667,664	-	-	1,667,664
Balance at 31 December 2023	<u>24,693,003</u>	<u>3,301,530</u>	<u>80,850</u>	<u>28,075,383</u>

	<b>Retained Surpluses \$</b>	<b>Asset Revaluation \$</b>	<b>Building and Library \$</b>	<b>Total equity \$</b>
Balance at 1 January 2024	<b>24,693,003</b>	<b>3,301,530</b>	<b>80,850</b>	<b>28,075,383</b>
Profit after income tax expense for the year	1,850,261	-	-	1,850,261
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	1,850,261	-	-	1,850,261
Balance at 31 December 2024	<u><b>26,543,264</b></u>	<u><b>3,301,530</b></u>	<u><b>80,850</b></u>	<u><b>29,925,644</b></u>

*The above statement of changes in equity should be read in conjunction with the accompanying notes*

**Townsville Christian Education Association Limited**  
**Statement of cash flows**  
**For the year ended 31 December 2024**

	Note	2024 \$	2023 \$
<b>Cash flows from operating activities</b>			
Receipts from customers		14,838,840	14,248,968
Payments to suppliers and employees		(12,302,814)	(11,748,390)
Interest received		378,757	109,612
Interest paid		-	(791)
Other income		14,950	-
Net cash from operating activities	16	<u>2,929,733</u>	<u>2,609,399</u>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(2,218,449)	(779,536)
Receipts from disposal of property, plant and equipment		8,000	-
Net cash used in investing activities		<u>(2,210,449)</u>	<u>(779,536)</u>
Net increase/(decrease) in cash and cash equivalents		719,284	1,829,863
Cash and cash equivalents at the beginning of the financial year		<u>6,040,732</u>	<u>4,210,869</u>
Cash and cash equivalents at the end of the financial year	5	<u><u>6,760,016</u></u>	<u><u>6,040,732</u></u>

*The above statement of cash flows should be read in conjunction with the accompanying notes*

**Townsville Christian Education Association Limited**  
**Notes to the financial statements**  
**31 December 2024**

**Note 1. Material accounting policy information**

The accounting policies that are material to the company are set out below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

**New or amended Accounting Standards and Interpretations adopted**

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

**Basis of preparation**

In the directors' opinion, the company is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members of Townsville Christian Education Association Limited.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') 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', as appropriate for not-for-profit oriented entities.

*Historical cost convention*

The financial statements have been prepared under the historical cost convention, except for land and buildings, which are carried at fair value.

*Critical accounting estimates*

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

**Revenue recognition**

The company recognises revenue as follows:

*Revenue from contracts with customers*

Revenue is recognised at an amount that reflects the consideration to which the company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

*Tuition Fees*

Under AASB 15: Revenue from Contracts with Customers, revenue is recognised over time in the accounting period when tuition services are provided.

**Townsville Christian Education Association Limited**  
**Notes to the financial statements**  
**31 December 2024**

**Note 1. Material accounting policy information (continued)**

*Donations*

Donations are recognised at the time the pledge is made.

*Grants*

Grant revenue is recognised in profit or loss when the company satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the company is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

*Capital Grants*

Capital grants received to enable the Company to acquire or construct an item of property, plant and equipment to identified specifications which will be under the Company's control, and which is enforceable are recognised as revenue as and when the obligation to construct or purchase is completed.

For construction projects, this is generally as the construction progresses in accordance with costs incurred since this is deemed to be the most appropriate measure of the completeness of the construction project as there is no profit margin.

For acquisitions of assets, the revenue is recognised when the asset is acquired and controlled by the Company.

*Interest*

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

*Other revenue*

Other revenue is recognised when it is received or when the right to receive payment is established.

*Volunteer services*

The company has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

**Income tax**

As the company is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

**Current and non-current classification**

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the company's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

**Cash and cash equivalents**

Cash and cash equivalents includes 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.

**Trade and other receivables**

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

**Townsville Christian Education Association Limited**  
**Notes to the financial statements**  
**31 December 2024**

**Note 1. Material accounting policy information (continued)**

**Property, plant and equipment**

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Buildings	2.5% - 15%
Plant and equipment	10%
Furniture, fixtures and fittings	20%
Office equipment	10% - 33.33%

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

**Impairment of non-financial assets**

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

**Trade and other payables**

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

**Leases**

All leases which meet the definition of a lease are recognised on the statement of financial position (except for short-term leases and leases of low value assets). The Company did not have any AASB 16 leases as at 31 December 2024 or 31 December 2023.

**Employee benefits**

*Short-term employee benefits*

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

*Other long-term employee benefits*

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

*Defined contribution superannuation expense*

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

**Townsville Christian Education Association Limited**  
**Notes to the financial statements**  
**31 December 2024**

**Note 1. Material accounting policy information (continued)**

**Economic dependence**

Townsville Christian Education Association Limited is dependent on the Commonwealth and State Government Departments for the majority of its revenue used to operate the business. At the date of this report the directors have no reason to believe the Commonwealth and State Government Departments will not continue to support Townsville Christian Education Association Limited.

**Fair value measurement**

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

**Goods and Services Tax ('GST') and other similar taxes**

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

**Note 2. Critical accounting judgements, estimates and assumptions**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

*Estimation of useful lives of assets*

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

*Fair value of property, plant and equipment*

Certain classes of property, plant and equipment are measured using the revaluation model. Freehold land and buildings have been valued based on independent and Board members' valuations, using a market value approach. Management believes the judgements and inputs made in the valuations are reasonable based on current information and these judgements and inputs are reviewed regularly to take into account any material changes to assumptions.

**Townsville Christian Education Association Limited**  
**Notes to the financial statements**  
**31 December 2024**

**Note 2. Critical accounting judgements, estimates and assumptions (continued)**

*Impairment of non-financial assets other than goodwill and other indefinite life intangible assets*

The company assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

*Employee benefits provision*

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

**Note 3. Revenue**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<i>Revenue from contracts with customers</i>		
Tuition revenue	<b>3,159,781</b>	3,000,871
Trading revenue	<b>148,416</b>	127,849
Sundry income	<b>397,386</b>	141,295
	<b>3,705,583</b>	3,270,015
<i>Grant Income</i>		
Commonwealth based grants and funding	<b>8,748,446</b>	8,224,527
Donations and fundraising income	<b>22,151</b>	18,154
State based grants and fundings	<b>2,341,144</b>	2,054,689
	<b>11,111,741</b>	10,297,370
Total revenue	<b>14,817,326</b>	13,567,386

**Townsville Christian Education Association Limited**  
**Notes to the financial statements**  
**31 December 2024**

**Note 4. Other expenses**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Advertising & promotion	177,640	95,311
Bad debts expense	1,001	16,562
Caretaking & cleaning general expense	18,457	18,877
Computer expense	16,315	22,598
Copyright charges	15,407	15,958
Electricity	200,583	153,802
Insurance	145,750	133,221
Legal expense	22,821	6,732
Maintenance & cleaning contracts	39,502	25,734
Other expenses	256,162	311,894
Printing & postage	38,331	40,634
Rates & water	85,029	87,075
Repairs & maintenance	105,996	132,918
School camps & annual events	218,390	216,701
Sports & excursions	63,601	51,975
Stationery & materials	165,656	110,049
Subscriptions	289,703	248,902
Swimming lessons	12,600	24,250
Telephone & internet	38,122	43,030
	<hr/>	<hr/>
Total expense	1,911,066	1,756,223

**Note 5. Current assets- Cash and cash equivalents**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Cash at bank and in hand	2,805,115	1,318,571
Cash on deposit	3,954,901	4,722,161
	<hr/>	<hr/>
	6,760,016	6,040,732
	<hr/>	<hr/>

Cash on deposit with a maturity date exceeding three months were classified as financial assets.

**Note 6. Current assets - Trade and other receivables**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Trade receivables	129,034	208,623
Provision for impairment	(105,392)	(148,234)
	<hr/>	<hr/>
	23,642	60,389
	<hr/>	<hr/>

**Townsville Christian Education Association Limited**  
**Notes to the financial statements**  
**31 December 2024**

**Note 7. Non – current liabilities - Property, plant and equipment**

	2024 \$	2023 \$
Freehold land - at fair value	<u>2,395,000</u>	<u>2,170,000</u>
	<b>2,395,000</b>	<b>2,170,000</b>
Buildings - at fair value	<b>21,250,565</b>	20,659,829
Less: Accumulated depreciation	<b>(970,871)</b>	(488,640)
	<u>20,279,694</u>	<u>20,171,189</u>
Capital work in progress	<b>1,208,188</b>	240,043
	<u>1,208,188</u>	<u>240,043</u>
Plant and equipment - at cost	<b>2,190,390</b>	2,193,286
Less: Accumulated depreciation	<b>(1,640,268)</b>	(1,384,522)
	<u>550,122</u>	<u>808,764</u>
Motor vehicles - at cost	<b>51,738</b>	45,692
Less: Accumulated depreciation	<b>(9,781)</b>	-
	<u>41,957</u>	<u>45,692</u>
Furniture, fixtures and fittings	<b>1,461,494</b>	1,138,705
Less: Accumulated depreciation	<b>(955,952)</b>	(814,605)
	<u>505,542</u>	<u>324,100</u>
	<u><b>24,980,503</b></u>	<u><b>23,759,788</b></u>

The land and buildings were valued during January 2023 by the independent expert valuer Herron Todd White in accordance with the AASB 13 Fair Value.

Since that date there have been significant additions to land and buildings, and at balance date the fair value adopted is that of a director's valuation.

At 31 December 2024 the Entity reviewed the key assumptions made by the valuers previously. They have concluded that these assumptions remain materially unchanged, and are satisfied that the carrying amount does not exceed the recoverable amount of land and buildings at 31 December 2024.

Refer to Note 1 for detailed disclosures regarding the fair value measurement of the entity's freehold land and buildings.

**Note 8. Current liabilities - trade and other payables**

	2024 \$	2023 \$
Trade payables	<b>481,798</b>	540,175
Deposits and fees in advance	<b>162,199</b>	140,002
GST payable	<b>124,208</b>	140,833
Superannuation payable	<b>267,756</b>	86,861
Other payables	<b>26,163</b>	35,885
Corporate credit card	<b>1,019</b>	-
	<u><b>1,063,143</b></u>	<u><b>943,755</b></u>

**Townsville Christian Education Association Limited**  
**Notes to the financial statements**  
**31 December 2024**

**Note 9. Current liabilities - employee benefits**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Employee benefits		
Annual leave	<b>165,265</b>	177,323
Long service leave	<b>806,124</b>	819,680
	<u><b>971,389</b></u>	<u>997,003</u>

**Note 9. Non-current liabilities - employee benefits**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Employee benefits</b>		
Long service leave	<b>132,732</b>	125,354
	<u><b>132,732</b></u>	<u>125,354</u>

**Note 10. Key management remuneration**

During the financial year the following fees were paid to the key management personnel of Townsville Christian Education Association Limited:

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<i>Employee benefits</i>	<b>938,753</b>	810,075
	<u><b>938,753</b></u>	<u>810,075</u>

**Note 11. Remuneration of auditors**

During the financial year the following fees were paid or payable for services provided by PKF North Queensland (2023: Jessups), the auditor of the company:

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<i>Audit services - PKF North Queensland (2023: Jessups)</i>		
Audit of the financial statements	<b>13,000</b>	12,500
	<u><b>13,000</b></u>	<u>12,500</u>

**Note 12. Contingent liabilities**

The company had no contingent liabilities as at 31 December 2024 other than the mentioned below.

Historically the company received Block Grant Authority grants for capital development that could be liable to repayment on a proportional basis should the Company cease operating within a period of 20 years receiving the grants (\$2,672,993 as at 31 December 2024 \$2,537,981 at 31 December 2023).

**Note 13. Commitments**

At balance date the company was in the process of completion construction of the HPE Court. The total forecasted contract sum for construction of the HPE Court is \$3,203,502. The total costs incurred to date is \$586,996, excluding additional costs, which was funded through cash reserves of the company. The remaining construction costs are estimated to be \$2,616,506 and completion of the construction project is expected to be completed by May 2025.

**Townsville Christian Education Association Limited**  
**Notes to the financial statements**  
**31 December 2024**

**Note 14. Events after the reporting period**

No matter or circumstance has arisen since 31 December 2024 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

**Note 15. Cash Flow Information**

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

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Profit for the year	<b>1,850,261</b>	1,667,664
Non-cash flows in profit:		
Depreciation	<b>989,731</b>	1,028,460
Loss on disposal of property, plant and equipment	<b>25,746</b>	4,240
Increase in provision for doubtful debt	<b>(42,842)</b>	82,384
Other non-cash items	<b>(9,999)</b>	-
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	<b>79,589</b>	(34,552)
Increase in prepayments	<b>(48,161)</b>	(61,763)
Decrease/(increase) in trade and other payables	<b>103,643</b>	(133,006)
Increase/(decrease) in employee benefits	<b>(18,235)</b>	55,972
Net cash from operating activities	<b><u>2,929,733</u></b>	<u>2,609,399</u>

**Townsville Christian Education Association Limited**  
**Directors' declaration**  
**31 December 2024**

In the directors' opinion:

- the company is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the *Australian Charities and Not-for-profits Commission Act 2012*
- the attached financial statements and notes comply with Australian Accounting Standards to the extent described in note 1 to the financial statements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 31 December 2024 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-Profits Commission Regulation 2022*.

On behalf of the directors

Responsible person.....  
Dated

**Lindsay**  
**Ward**

Digitally signed  
by Lindsay Ward  
Date: 2025.03.18  
12:08:13 +10'00'

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TOWNSVILLE CHRISTIAN EDUCATION ASSOCIATION LIMITED

### Opinion

We have audited the accompanying financial report of Townsville Christian Education Association Limited (“the company”), which comprises the statement of financial position as at 31 December 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the directors’ declaration.

In our opinion the financial report of the Company is in accordance with the *Division 60 of the Australian Charities and Not-for-profits Commission Act 2012*, including:

- a) Giving a true and fair view of the Company’s financial position as at 31 December 2024 and of its performance for the year ended on that date; and
- b) Complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of the Australian Charities and Not-for-profits and Commission Regulation 2022.

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

### Independence

We are independent of the Company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board’s *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (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.

### Emphasis of Matter – Basis of Accounting

Without modifying our opinion, 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 director’s financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.



### Directors' Responsibilities for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards the extent described in Note 1 and the Australian Charities and Not-for-profit Commission Act 2012 and for such internal control as the directors determine is necessary to enable the preparation of the 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 Directors are responsible for assessing the Company'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 the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

### 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 Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individual or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

A handwritten signature in black ink, appearing to read 'PKF' followed by a stylized signature.

PKF NORTH QUEENSLAND AUDIT

A handwritten signature in black ink, appearing to read 'Tim Follett'.

TIM FOLLETT

PARTNER

TOWNSVILLE

17 MARCH 2025