

Yipirinya School Council Inc

54904801140

Financial Statements

For the Year Ended 31 December 2021

Yipirinya School Council Inc

54904801140

Contents

For the Year Ended 31 December 2021

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Yipirinya School Council Inc

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Statement of Profit or Loss
For the Year Ended 31 December 2021

	2021	2020
	\$	\$
Revenue from ordinary activities	5,067,367	5,049,949
Employee expenses	(2,319,796)	(3,115,371)
Grants to be repaid	(1,004,441)	-
Depreciation	(469,114)	(453,703)
Motor vehicles expenses	(69,842)	(110,758)
Nutrition purchases	(64,220)	(78,217)
Insurance	(89,341)	(87,630)
Other expenses from ordinary activities	(984,480)	(905,770)
Total expenses	5,001,234	4,751,449
Surplus / (deficit) for the year	66,132	298,500
Retained surplus at the beginning of the financial year	8,177,821	7,879,321
Retained surplus at the end of the financial year	8,243,953	8,177,821

The accompanying notes form part of these financial statements.

Assets and liabilities statement

31 December 2021

	Note	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	2,285,543	1,120,239
Trade and other receivables	5	5,200	-
Prepayments		108,498	16,650
TOTAL CURRENT ASSETS		2,399,241	1,136,889
NON-CURRENT ASSETS			
Property, Plant and equipment	6	7,930,932	7,958,564
TOTAL NON-CURRENT ASSETS		7,930,932	7,958,564
TOTAL ASSETS		10,330,173	9,095,453
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	317,158	109,761
Employee benefits	9	155,777	129,137
Grants to be repaid	8	255,006	-
TOTAL CURRENT LIABILITIES		727,941	238,898
NON-CURRENT LIABILITIES			
Employee benefits	9	122,371	102,066
Grants to be repaid	8	659,240	-
TOTAL NON-CURRENT LIABILITIES		781,611	102,066
TOTAL LIABILITIES		1,509,552	340,964
NET ASSETS		8,820,621	8,754,489
MEMBERS' FUNDS			
Asset revaluation reserve		576,668	576,668
Retained surplus		8,243,953	8,177,821
TOTAL MEMBERS' EQUITY		8,820,621	8,754,489

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 31 December 2021

The financial statements cover Yipirinya School Council Inc as an individual entity. Yipirinya School Council Inc is a not-for-profit Association incorporated in the Northern Territory under the Northern Territory Associations Act 2003 ('the Act').

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

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

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

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

2 Change in Accounting Policy

3 Summary of Significant Accounting Policies

(a) Income Tax

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

(b) Revenue and other income

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

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

Revenue from contracts with customers

For current year

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 Association 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 31 December 2021

3 Summary of Significant Accounting Policies

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 Association have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Grant income

Amounts arising from grants in the scope of AASB 1058 are recognised at the assets fair value when the asset is received. The Association considers whether there are any related liability or equity items associated with the asset which are recognised in accordance with the relevant accounting standard.

Once the assets and liabilities have been recognised then income is recognised for any remaining asset value at the time that the asset is received.

Capital grants

Capital grants received to enable the association to acquire or construct an item of property, plant and equipment to identified specifications which will be under the Association'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 Association.

Revenue from fundraising

Donations

Donations collected, including cash and goods for resale, are recognised as revenue when the Association gains control of the asset.

(c) Goods and Services Tax (GST)

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

(d) Property, Plant and Equipment

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

Notes to the Financial Statements

For the Year Ended 31 December 2021

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

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

Depreciation

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

(e) Cash and cash equivalents

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

(f) Employee benefits

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

(g) Economic dependency

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

4 Cash and cash equivalents

	2021	2020
	\$	\$
Cash at bank	2,285,540	952,863
Short-term bank deposits	3	167,376
	<u>2,285,543</u>	<u>1,120,239</u>

5 Trade and other receivables

	2021	2020
	\$	\$
CURRENT		
Other receivables	5,200	-
Total current trade and other receivables	<u>5,200</u>	<u>-</u>

Notes to the Financial Statements

For the Year Ended 31 December 2021

6 Property, plant and equipment

	2021 \$	2020 \$
Buildings		
At cost	15,189,207	14,889,107
Accumulated depreciation	(7,658,725)	(7,275,145)
Total buildings	<u>7,530,482</u>	<u>7,613,962</u>
Total land and buildings	<u>7,530,482</u>	<u>7,613,962</u>
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	588,746	551,310
Accumulated depreciation	(535,342)	(518,681)
Total plant and equipment	<u>53,404</u>	<u>32,629</u>
Furniture, fixtures and fittings		
At cost	261,865	261,865
Accumulated depreciation	(253,148)	(250,930)
Total furniture, fixtures and fittings	<u>8,717</u>	<u>10,935</u>
Motor vehicles		
At cost	998,620	940,400
Accumulated depreciation	(751,567)	(703,720)
Total motor vehicles	<u>247,053</u>	<u>236,680</u>
Audio visual equipment		
At cost	258,359	212,632
Accumulated depreciation	(192,820)	(177,429)
Total audio visual equipment	<u>65,539</u>	<u>35,203</u>
Canteen equipment		
At cost	55,873	55,873
Accumulated depreciation	(45,805)	(43,412)
Total Property, plant and equipment UD1	<u>10,068</u>	<u>12,461</u>
Library books and equipment		
At cost	137,349	137,349
Accumulated depreciation	(121,680)	(120,655)
Total Library books and equipment	<u>15,669</u>	<u>16,694</u>
Total plant and equipment	<u>400,450</u>	<u>344,602</u>
Total property, plant and equipment	<u><u>7,930,932</u></u>	<u><u>7,958,564</u></u>

Notes to the Financial Statements

For the Year Ended 31 December 2021

7 Trade and other payables

	2021	2020
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	184,074	36,675
Accrued legal fees	20,480	6,895
GST payable	57,572	(48,375)
Other payables	55,032	114,566
Total trade and other payables	<u>317,158</u>	<u>109,761</u>

8 Other Financial Liabilities

	2021	2020
	\$	\$
CURRENT		
Government grants to be repaid	255,006	-
Total current grants to be repaid	<u>255,006</u>	<u>-</u>
	2021	2020
	\$	\$
NON-CURRENT		
Government grants to be repaid	659,240	-
Total non-current grants to be repaid	<u>659,240</u>	<u>-</u>

9 Employee Benefits

	2021	2020
	\$	\$
Current liabilities		
Provision for annual leave	155,777	129,137
Total current employee liabilities	<u>155,777</u>	<u>129,137</u>
Non-current liabilities		
Long service leave	122,371	102,066
Total non current employee liabilities	<u>122,371</u>	<u>102,066</u>

Directors' Declaration

In our opinion:

1. the accompanying financial report as set out on pages 1-7, being a special purpose financial statement, is drawn up so as to present fairly the state of affairs of the Association as at 31 December 2021 and the results of the Association for the year ended on that date;
2. the accounts of the Association have been properly prepared and are in accordance with the books of account of the Association.
3. there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

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

Statutory manager  Principal 

Dated this 6 day of July 2022

Yipirinya School Council Inc

Independent Audit Report to the members of Yipirinya School Council Inc

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the accompanying financial report, being a special purpose financial report of Yipirinya School Council Inc (the Association), which comprises the statement of assets and liabilities as at 31 December 2021, the statement of profit or loss, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial report of the Association for the year ended 31 December 2021 is prepared, in all material respects, in accordance with the Associations Act (NT) 2003 (as modified by Part 3, Division 2 of the Stronger Futures in the Northern Territory Regulations 2013).

Basis for Qualified Opinion

Completeness of income

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

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

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in meeting the reporting requirements of the act. As a result, the financial report may not be suitable for another purpose.

Chartered Accountants
Perks & Associates Pty Ltd

ACN 008 053 576 / ABN 50 507 079 554
Liability limited by a scheme approved
under Professional Standards Legislation.

Audit
Perks Audit Pty Ltd

ACN 109 602 100 / ABN 20 173 474 661
Liability limited by a scheme approved
under Professional Standards Legislation.

Private Wealth
Perks Private Wealth Pty Ltd

ACN 086 643 058 / ABN 88 086 643 058
Australian Financial Services
Licence No. 236 551

Finance
Perks Finance Pty Ltd

ACN 101 919 537 / ABN 76 533 199 660
Australian Credit Licence No. 378241

Independent Audit Report to the members of Yipirinya School Council Inc

Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

In addition to the matter described in the Basis for Qualified Opinion section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Grants to be repaid

During the audit we noted that the Department of Education had carried out a review of funding provided to the school in years ending 31 December 2019 and 2020. The outcome of the reviews highlighted that \$1,004,441 had been overpaid to the school. The department has arranged for the amount to be recouped over a period of 5 years. The first of these recoupments was deducted from a funding amount in October 2021. We refer to note 8 which outlines the remaining liability of \$914,245.50.

Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Act (NT) 2003 (as modified by Part 3, Division 2 of the Stronger Futures in the Northern Territory Regulations 2013), and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Report

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



Perks Audit Pty
Suite 7, Alice Springs Business Centre
8 Gregory Terrace
Alice Springs NT 0871



Peter Hill
Director

Dated the 22nd of July 2022

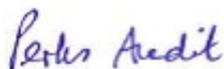
Yipirinya School Council Inc

54904801140

For the Year Ended 31 December 2021

Disclaimer

The additional financial data presented on pages 12-13 is in accordance with the books and records of the Association which have been subjected to the auditing procedures applied in our statutory audit of the Association for the year ended 31 December 2021. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Yipirinya School Council Inc) in respect of such data, including any errors of omissions therein however caused.



Perks Audit Pty
Suite 7, Alice Springs Business Centre
8 Gregory Terrace
Alice Springs NT 0871



Peter Hill
Director

Dated the 22nd of July 2022

Detailed Profit and Loss Statement

31 December 2021

	2021	2020
	\$	\$
Income		
Grants	4,943,759	4,756,528
Other income	123,091	292,096
Interest	516	1,325
Grants to be repaid	(1,004,441)	-
Total income	4,062,925	5,049,949
Less: expenses		
Salaries and wages	2,133,775	2,864,614
Depreciation	469,114	453,703
Teaching materials	205,625	251,731
Superannuation	186,021	250,757
Accounting	116,345	92,712
Subscriptions	90,723	21,655
Repairs and maintenance - buildings	90,011	19,947
Insurance	89,341	87,630
Water and sewerage	80,189	60,043
Cleaning contractors	69,530	15,484
Nutrition purchases	64,220	78,217
Electricity	54,839	59,901
Repairs and maintenance - pool	39,312	22,813
Motor vehicle - Repairs and maintenance	32,077	52,267
Motor vehicle - fuel and oil	27,565	31,652
Legal fees	23,433	40,762
Equipment	22,788	32,692
Membership fees	21,297	26,391
Sundry expenses	20,166	22,549
Fire prevention	17,184	10,752
Consultants	16,213	52,315
Other staff expenses	12,145	34,874
Waste removal	12,026	11,538
Advertising	11,829	3,970
Travel and accommodation	11,375	3,497
First aid	9,416	3,019
Awards and prizes	8,361	2,063
Stationary	7,996	65,438
Uniforms	7,059	7,001
Motor vehicle - Registration	6,950	8,007
Sporting equipment and fees	6,482	7,535
Low value assets	6,306	8,511
Program expenses	5,735	6,275
Audit fees	5,500	6,200
Oval R&M	4,901	-
Telephone	3,878	6,859
Motor vehicle - insurance	3,250	18,833
Interest expense	1,834	5,889
Bank fees	820	1,375

Detailed Profit and Loss Statement
31 December 2021

	2021	2020
	\$	\$
Internet	645	-
Gas	516	1,106
Canteen expenses	-	1,050
Bad debts	-	(178)
Total expenses	3,996,792	4,751,449
Surplus / (deficit) for the year	66,133	298,500