

ARANDA AFTERS ASSOCIATION INCORPORATED

**FINANCIAL REPORT
FOR THE YEAR ENDED
31 DECEMBER 2017**

ARANDA AFTERS ASSOCIATION INCORPORATED

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ARANDA AFTERS ASSOCIATION INCORPORATED

COMMITTEE'S REPORT

Your committee members submit the financial report of the Aranda Afters Association Incorporated for the financial year ended 31 December 2017.

Committee Members

The name of each member of the committee during the year and if different, at the date of the report are:

Name	Position	Appointment / Resignation
Deborah Munn	President	Appointed 9/05/2017
Anne Palmer	Secretary	Appointed 9/05/2017
Vicki Buchbach	Committee member	Appointed 9/05/2017
Sally Trotter	Treasurer	Appointed 9/05/2017
Petra Cole	Staffing officer	Appointed prior to 1/01/2017
Fleur de Crespigny	Committee member	Appointed prior to 1/01/2017
Peter Guenther	Committee member	Appointed 9/05/2017
Joanne James	Committee member	Appointed 9/05/2017
Giang To	Committee member	Appointed 9/05/2017
Jane Quodling	President	Appointed 9/05/2017
Don Lowe	Committee member	Resigned 7/02/2017 Resigned 7/01/2017

Principal Activities

The principal activities of the association during the financial year was to provide an outside school hour's childcare service for children at the Aranda Primary School and surrounding regions.

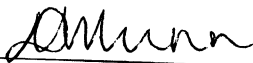
Significant Changes

No significant change in the nature of these activities occurred during the year.

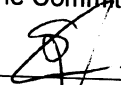
Operating Result

The operating profit of the association for the calendar year was \$53,273 compared to \$43,472 in the previous year. The operating profit takes in to account the 70% licence fee payable to Aranda Primary School of \$125,263. The surplus for the year is largely attributable to the increase in fee revenue of \$45,042, while operating costs remained relatively stable.

Signed in accordance with a resolution of the Members of the Committee.



Deborah Munn
President



Sally Trotter
Treasurer

Dated this 18 day of May 2018

ARANDA AFTERS ASSOCIATION INCORPORATED

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017 \$	2016 \$
Income			
Revenue from ordinary activities	2	741,474	696,432
Expenditure			
Employee benefits		(406,158)	(399,042)
Other expenses from ordinary activities		(276,933)	(248,414)
Depreciation and amortisation		(5,110)	(5,504)
		<u>53,273</u>	<u>43,472</u>
Profit for the year		53,273	43,472
Total comprehensive income for the year		<u>53,273</u>	<u>43,472</u>

The accompanying notes form part of these financial statements.
These statements should be read in conjunction with the attached compilation report.

ARANDA AFTERS ASSOCIATION INCORPORATED

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2017**

	Note	2017 \$	2016 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	367,360	282,784
Trade and other receivables	4	10,154	9,920
Other current assets	5	10,396	16,780
TOTAL CURRENT ASSETS		<u>387,910</u>	<u>309,484</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	20,951	26,723
TOTAL NON-CURRENT ASSETS		<u>20,951</u>	<u>26,723</u>
TOTAL ASSETS		<u>408,861</u>	<u>336,207</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	7	148,263	111,283
Provisions	8	8,605	26,204
TOTAL CURRENT LIABILITIES		<u>156,868</u>	<u>137,487</u>
TOTAL LIABILITIES		<u>156,868</u>	<u>137,487</u>
NET ASSETS (LIABILITIES)		<u>251,993</u>	<u>198,720</u>
EQUITY			
Reserves		-	6,319
Retained earnings		251,993	192,401
TOTAL EQUITY		<u>251,993</u>	<u>198,720</u>

The accompanying notes form part of these financial statements.
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ARANDA AFTERS ASSOCIATION INCORPORATED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	Retained earnings \$	Asset Revaluation Reserve \$	Total \$
Balance at 1 January 2016		148,929	6,319	155,248
Net surplus for the year		43,472	-	43,472
Balance at 31 December 2016		192,401	6,319	198,720

	Note	Retained earnings \$	Asset Revaluation Reserve \$	Total \$
Balance at 1 January 2017		192,401	6,319	198,720
Transfer to retain earnings		6,319	(6,319)	-
Net surplus for the year		53,273	-	53,273
Balance at 31 December 2017		251,993	-	251,993

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ARANDA AFTERS ASSOCIATION INCORPORATED

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	741,241	697,280
Payments to suppliers and employees	(652,792)	(561,825)
Interest received	337	1,578
Net cash provided by operating activities	<u>84,576</u>	<u>137,033</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment	-	(2,024)
Net cash provided by (used in) investing activities	<u>-</u>	<u>(2,024)</u>
Net increase in cash held	84,576	135,009
Cash at beginning of financial year	282,784	147,775
Cash at end of financial year	<u>367,360</u>	<u>282,784</u>

Note

3

The accompanying notes form part of these financial statements.
These statements should be read in conjunction with the attached compilation report.

ARANDA AFTERS ASSOCIATION INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

1 Statement of significant accounting policies

The financial statements cover Aranda Afters Association Incorporated as an individual entity. Aranda Afters Association Incorporated is an association incorporated in the Australian Capital Territory under the *Associations Incorporation Act 1991*.

The functional and presentation currency of Aranda Afters Association Incorporated is Australian dollars.

Basis of Preparation

These financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Act 1991* of the Australian Capital Territory. The committee has determined that the association is not a reporting entity.

The financial statements, except the cash flow information, have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

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

Income Tax

No provisions for income tax has been raised, as the association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*

Property, Plant and Equipment

Plant and equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decreases if the impairment loss relate to a revalued asset. The carrying amount of plant and equipment is reviewed annually by the Committee to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets use and subsequent disposal. A formal assessment of recoverable amount is made when impairment indicators are present.

ARANDA AFTERS ASSOCIATION INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

The cost of fixed assets constructed by the association includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, only when it is probable that future economic benefits associated with the item will flow to the association and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a diminishing value basis over the assets useful life commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate	Depreciation Basis
Office Equipment	5 - 20%	Diminishing value
Computer Equipment	20- 50%	Diminishing value
Leasehold Improvements	13.33%	Diminishing value

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each reporting period.

Gains and losses on disposal are determined by comparing proceeds with the carrying amount. These gains and losses are included in profit or loss when the item is derecognised. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised on a straight-line basis over the lease term.

ARANDA AFTERS ASSOCIATION INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Impairment of Assets

At the end of each reporting period, the association assesses whether there is any indication that an asset may be impaired the association determines whether there is any indication that an asset may be impaired. The assessment will consider both external and internal sources of information. If such an indication exist, an impairment test is carried out on the asset by comparing the recoverable amount of that asset, being the higher of the asset's fair value less costs of disposal and its value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is immediately recognised in profit or loss.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost.

Where it is not possible to estimate the recoverable amount of an individual asset, the association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

When an impairment loss on a revalued asset is identified, this recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

Employee Provisions

Short-term employee benefits

Provision is made for the association's obligation for employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts to be expected to be paid when the obligation is settled.

The association's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as part of current accounts payable and other payables in the statement of financial position.

ARANDA AFTERS ASSOCIATION INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Other long-term employee benefits

Provision is made for employees' annual leave entitlements not expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wages and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates approximating the terms of the obligations. Any remeasurements of other long-term employee benefit obligations due to changes in the assumptions are recognised in profit or loss in the periods in which the changes occur.

The association's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the association does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, deposits held at-call with banks and other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Revenue from the rendering of services is recognised upon delivery of the service to the customer.

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

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 Taxation office (ATO).

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 ATO is included in other receivables or payables in the statement of financial position.

ARANDA AFTERS ASSOCIATION INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Cash flows are presented on a gross basis. The GST component of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Key Estimates and Judgements

i. Impairment

The association assess impairment at the end of each reporting period by evaluating the conditions and events specific to the association that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using the value-in-use calculations which incorporate various key assumptions

ARANDA AFTERS ASSOCIATION INCORPORATED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
2 Revenue and Other Income		
Revenue		
Fees received	740,262	694,845
Interest income	337	1,578
Other income	875	9
Total revenue	<u>741,474</u>	<u>696,432</u>
3 Cash and Cash Equivalents		
Cheque Account	294,190	210,251
Debit Card	3,300	3,000
Term Deposit (Commonwealth Bank)	<u>69,870</u>	<u>69,533</u>
	<u>367,360</u>	<u>282,784</u>
Reconciliation of cash		
Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:		
Cash and cash equivalents	<u>367,360</u>	<u>282,784</u>
	<u>367,360</u>	<u>282,784</u>
4 Trade and Other Receivables		
Current		
Trade Debtors	<u>10,154</u>	<u>9,920</u>
	<u>10,154</u>	<u>9,920</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short term nature of the balances.

ARANDA AFTERS ASSOCIATION INCORPORATED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
5 Other Non-Financial Assets		
Current		
Prepayments	10,396	9,946
GST receivable	-	6,834
	10,396	16,780
6 Property, Plant and Equipment		
Leasehold Improvements – at cost	27,120	27,120
Less: Accumulated Depreciation	(14,105)	(12,102)
	13,015	15,018
Plant & Equipment – at cost	11,974	38,077
Less: Accumulated Depreciation	(6,205)	(31,434)
	5,769	6,643
Office Equipment – at cost	5,691	18,910
Less: Accumulated Depreciation	(3,524)	(13,848)
	2,167	5,062
Total Property, Plant and Equipment	20,951	26,723

These notes should be read in conjunction with the attached compilation report.

ARANDA AFTERS ASSOCIATION INCORPORATED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017 \$	2016 \$
7 Trade and Other Payables		
Current		
Accrued Expenses	12,336	17,712
Sundry Creditors	125,263	83,683
Trade Creditors	1,870	(368)
GST payable	2,566	-
Superannuation Payable	3,119	2,974
Income in Advance	3,109	7,283
	148,263	111,284
8 Provisions		
Provision for Leave Entitlements		
Provision for Annual Leave	4,528	15,290
Provision for Personal Leave	3,532	9,281
Provision for Time Off In Lieu	545	132
Provision for Maternity Leave	-	1,500
Balance at 30 June, 2016	8,605	26,204
Total provisions	8,605	26,204
Analysis of Total Provisions		
Current	8,605	26,204
	8,605	26,204
9 Related Party Transactions		

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties, unless otherwise stated.

No general committee members receive any benefits except for payment of our of pocket expenses. Any services provided by the or to the general committee member, or their related entities were under normal commercial terms and conditions.

The names of the members of the committee during the year ended 31 December 2017 are:

Deborah Munn	Peter Guenther
Anne Palmer	Joanne James
Sally Trotter	Giang To
Petra Cole	Vicki Buchbach
Fleur de Crespigny	Jane Quodling
Don Lowe	

These notes should be read in conjunction with the attached compilation report.

ARANDA AFTERS ASSOCIATION INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

10 Commitments & Contingencies

Operating lease commitments

On the September 2015 the Aranda Afters Association Incorporated signed an occupancy licence, for a five year term with the Aranda Primary School.

Under the licence agreement Aranda Afters Association Incorporation is required to pay 70% of its annual profit (if any) to the Aranda Primary School for the term of the licence.

An accrual was raised as at 31 December 2017 of \$125,263 as an operating profit was reported for the year.

Contingencies

There are no known contingent obligations of the Aranda Afters Association Incorporated at year end

11 Association Details

The principle place of business of the association is:

Aranda Afters Incorporated
Banambila Street
ARANDA ACT 2614

ARANDA AFTERS ASSOCIATION INCORPORATED

STATEMENT BY MEMBERS OF THE COMMITTEE

The committee has determined that the association is a reporting entity and that this general purpose financial statement should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial statements as set out on pages 2 to 14:

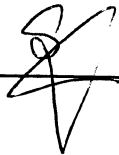
1. Gives a true and fair view of the financial position of Aranda Afters Association Incorporated as at 31 December 2017 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that Aranda Afters Association Incorporated 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:



Dated this day of

18.5.18.

ARANDA AFTERS ASSOCIATION INCORPORATED

**INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
<hr/>		
REVENUE		
DEEWR/DSS income	180,404	141,353
Parent Fees	478,848	464,384
Fee Income SHP	81,010	89,108
Sundry Income	875	9
	<u>741,137</u>	<u>694,855</u>
OTHER REVENUE		
Interest Received	<u>337</u>	<u>1,578</u>
	<u>741,474</u>	<u>696,432</u>

The accompanying notes form part of these financial statements.
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ARANDA AFTERS ASSOCIATION INCORPORATED

**INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
EXPENDITURE		
Accountancy Fees	6,200	6,880
Bank Charges	1,613	1,027
Bookkeeping fees	28,825	34,440
Cleaning	91	242
Computer Expenses	929	935
Depreciation	5,110	5,504
Food & Drink	9,854	11,142
Insurance	4,485	4,409
Legal Costs	2,772	296
Minor equipment (<20,000)	410	1,665
Permits, Licences & Fees	118,347	76,075
Postage	113	348.00
Printing & Stationery	340	422
Program Expenses	6,378	5,060
Recruitment expenses	1,145	12,981
Rental expense	45,458	45,458
Repairs & Maintenance	853	204
Salaries & Wages	368,400	367,939
Staff Amenities	760	1,573
Staff Training & Welfare	9,208	8,740
Stationery	772	559
Subscriptions	4,114	2,708
Superannuation Contributions - Employees	33,879	31,103
Telephone	594	1,184
Travel & Excursions	15,371	13,106
Uniforms	5,259	3,847
Workers Compensation	16,259	15,112
Asset write off	662	-
	688,201	652,961
Profit before income tax	53,273	43,472
Profit for the year	53,273	43,472
Retained earnings at the beginning of the financial year	192,401	148,929
Transfer from asset revaluation reserve	6,319	-
Retained earnings at the end of the financial year	251,993	192,401

The accompanying notes form part of these financial statements.

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