

ELOUERA SPECIAL SCHOOL

FINANCIAL STATEMENTS

AS AT 31 DECEMBER 2010

ELOUERA SPECIAL SCHOOL
SPECIAL PURPOSE FINANCIAL REPORT
STATEMENT OF INCOME & EXPENDITURE
For the period 1 January, 2010 to 31 December, 2010

	<u>2010</u>	<u>2009</u>
Income		
Donations & Bequests	13,049.20	14,809.67
School Fees	2,109.04	949.10
Interest Received	46.60	200.00
Cwth Govt Subsidy - Operating	256,194.58	248,779.99
State Govt Subsidy - Operating	238,585.69	226,945.97
Other Grants	37,194.88	13,798.61
Sundry Income	3.00	10,464.40
Total Income	<u>547,182.99</u>	<u>515,947.74</u>
 Expenses		
Staff - Labour	374,299.69	348,654.39
Staff - Workers Compensation	12,558.00	10,060.53
Staff - Award Superannuation	33,115.27	31,641.15
Staff - Entitlements Provision	1,892.10	5,674.20
Administration Costs Allocation	45,006.00	38,538.00
First Aid Supplies	0.00	340.23
Canteen Supplies & Expenses	161.01	604.12
Public Relations & Advertising	2,242.46	4,154.92
Recreational Supplies & Expenses	439.05	378.54
Cleaning Materials & Expenses	15,061.47	13,167.32
Training Materials	1,520.45	6,780.48
Stationery & Office Supplies	2,374.74	2,665.52
Motor Vehicle Fuel	568.23	2,896.05
Motor Vehicle Expenses	890.76	2,704.15
Travel & Accommodation	7,869.18	2,410.91
Hire & Rental Charges	75.91	351.82
Depreciation	20,502.00	15,272.00
Consumable Equipment	2,220.47	2,008.43
Postage	277.09	121.26
Maintenance of Plant etc	1,713.76	979.06
Computer Expenses	2,284.68	8,230.98
Insurance Premiums	6,006.00	5,124.00
Bank Charges	860.00	1,835.00
Electricity & Gas	5,353.18	4,671.17
Council Rates & Water	784.99	1,932.30
Telephone	988.00	1,151.36
Gardening	4,088.49	2,630.00
Security	1,695.18	0.00
Maintenance of Land & Buildings	56,898.04	8,717.59
Membership Subscriptions	749.28	741.66
Interest Paid	15,462.14	15,075.53
Accountancy / Audit Fees	6,010.00	3,854.31
Sundry Other Expenses	812.00	332.26
Staff Training	3,014.55	1,085.45
Total Expenses	<u>627,794.17</u>	<u>544,784.69</u>
 Operating Surplus / (Loss)	<u>(80,611.18)</u>	<u>(28,836.95)</u>
 Capital Items		
Government Subsidies for Capital Works	93,750.00	181,250.00
Donations Specified for Capital Items	77,869.68	0.00
 Net Surplus / (Loss)	<u>91,008.50</u>	<u>152,413.05</u>

ELOUERA SPECIAL SCHOOL
SPECIAL PURPOSE FINANCIAL REPORT
BALANCE SHEET
As at 31st December, 2010

	<u>2010</u>	<u>2009</u>
Capital Account		
Opening Balance	461,660.35	309,247.30
Net Surplus / (Loss) for year	91,008.50	152,413.05
	<u>552,668.85</u>	<u>461,660.35</u>
Represented By:		
Current Assets		
Cash at Bank	66,686.86	52,020.51
Elouera Assoc Fundraising Account	2,629.85	7,799.04
Petty Cash	100.00	100.00
Elouera Assoc. Head Office Current account	(4,285.90)	1,648.98
Subsidies Receivable	16,686.78	20,383.81
G.S.T. Refund Receivable	0.00	4,247.28
Total Current Assets	<u>81,817.59</u>	<u>86,199.62</u>
Non-Current Assets		
Freehold Land & Buildings		
Scott Avenue - at valuation	150,000.00	150,000.00
School Additions - at cost	62,737.27	
Less: Depreciation Provision	(29,305.00)	34,728.27
Harold Brady Building	250,811.28	
Less: Depreciation Provision	(38,648.00)	217,673.70
School Extensions - at cost	230,423.63	
Less: Depreciation Provision	(4,321.00)	144,999.09
	<u>621,698.18</u>	<u>547,401.06</u>
Plant & Vehicles		
At cost	73,009.00	
Less: Depreciation Provision	(13,925.00)	44,175.00
Total Non-Current Assets	<u>680,782.18</u>	<u>591,576.06</u>
Total Assets	<u>762,599.77</u>	<u>677,775.68</u>
Current Liabilities		
Trade Creditors	3,434.43	1,099.07
G.S.T. Payable	6,595.35	0.00
Total Current Liabilities	<u>10,029.78</u>	<u>1,099.07</u>
Loans		
ANZ - School Building Loan	164,129.16	181,136.38
Provisions		
Employees Entitlements	35,771.98	33,879.88
Total Liabilities	<u>209,930.92</u>	<u>216,115.33</u>
Net Assets	<u>552,668.85</u>	<u>461,660.35</u>

ELOUERA SPECIAL SCHOOL
NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2010

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Schools funding bodies. The committee has determined that the School is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the Associations Incorporation Act (NSW) 2009 and the following accounting standard:

AASB 108	Accounting Policies, Changes in Accounting Estimates and Errors;
AASB110	Events after the Statement of Financial Position Date
AASB1031	Materiality
AASB1048	Interpretation and Application of Standards.

No other applicable Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

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

In the following is a summary of the material accounting policies adopted by the entity in the preparation of the financial statements

(a) Plant and equipment

Each class of property, plant and equipment is carried at cost less, where applicable, accumulated depreciation.

The depreciable amount of all fixed assets including building, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to the entity commencing from the time the asset is held ready for use.

(b) Employee Leave Entitlements

Liabilities for employee's entitlements relating to long service leave are stated at current rates of pay including on-costs.

Provisions for long service leave are brought to account in respect of those employees with five or more year's service.

No provision has been made in these accounts for any entitlements to personal leave on the basis that personal leave is non-vesting.

(c) Income tax

All income of the entity is exempt from income tax as specified by section 50 of the Australian Income Tax Assessment Act 1997.

NOTE 2 – CONTINGENT LIABILITIES

Estimates of potential financial effect of contingent liabilities that may become payable if the entity ceased to operate as a school:

	2010	2009
	\$	\$
Contracts – BER Commonwealth Government Grants	250,000	156,250

**ELOUERA SPECIAL SCHOOL
STATEMENT BY MEMBERS OF THE BOARD**

In the opinion of the committee the financial report:

1. Presents fairly the financial position of Elouera Special School as at 31 December 2010 and its performance for the year ended in that date.

2. At the date of this statement, there are reasonable grounds to believe that Elouera Special School 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:

Chief Executive Officer

Chairperson

Dated at Cootamundra this 29th day of April 2011

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF:**

ELOUERA SPECIAL SCHOOL

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Elouera Special School, which comprises the balance sheet as at 31 December 2010, and the statement of income and expenditure for the year then ended, notes comprising a summary of significant accounting policies, other explanatory notes and the committee declaration.

The Responsibility of the Committee for the Financial Report

The Committee of the entity are responsible for the preparation of the financial report and have determined that the basis for preparation described in Note 1, is appropriate to meet the financial reporting requirements of the Schools funding bodies and are appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the officers determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee as well as evaluating the overall presentation of the financial report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Auditor's Opinion

In our opinion the financial report presents fairly, in all material respects, the financial position of Elouera Special School as of 31 December 2010 and of its financial performance and its cash flows for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

Basis of Accounting and Restriction on Distribution

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 to assist the entity to meet the reporting requirements of Schools funding bodies. As a result, the financial report may not be suitable for any other purpose.

JOHN L BUSH & CAMPBELL

Chartered Accountants



Peter King
Partner

Wagga Wagga
29 April 2011