

**Drummoyne Public School P&C Association  
ABN 52 050 721 092  
Financial Report  
For the Year Ended 31 December 2021**

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**COMMITTEE'S REPORT**

The committee members of Drummoyne Public School P&C Association hereby present the financial reports for the year ended 31 December 2021.

**Committee Members**

The committee members who held office during the year and at the date of this report are:

Name	Title	Appointed	Resigned
Duncan Watson	President	16/03/2021	
Sylvia Anderson	Vice-President	16/03/2021	
Aviva Cheng	Vice-President	16/03/2021	
Angus McDonald	Treasurer	16/03/2021	
Sahar Razi	Secretary	16/03/2021	
Mark Morgant	Website Coordinator	16/03/2021	
Ria Giann	Kindy Coordinator	16/03/2021	
Walid Khoury	Fete Coordinator	16/03/2021	
Ellena Mangavoulakis	Uniform Shop Coordinator	16/03/2021	
Kendal Mackay	Grants & Fundraising Coordinator	16/03/2021	
Sharon Brown	Class Parent Coordinator	16/03/2021	
Dee Elalingam	Canteen Coordinator	16/03/2021	
Bianca Moses	Social Media & Newsletter Coordinator	16/03/2021	

**Principal Activities**

The principal activities of the association during the calendar year were to fundraise and operate a canteen and uniform shop.

**Significant Changes**

The Association's results were significantly affected by the Covid-19 pandemic with a significant reduction in sales revenue and events. The Association was assisted by the Government assistance measures. The Committee believe that the operations will return to normal during the 2022 financial year. Other than this, there have been no significant changes in the state of the association's affairs during the year.

**Operating Result**

The association's net loss for the year ended 31 December 2021 was \$23,494 (2020: profit of \$40,159).

\_\_\_\_\_  
 President – Duncan Watson

\_\_\_\_\_  
 Treasurer – Angus McDonald

Dated this 15<sup>th</sup> day of March 2022

Drummoyne Public School P&C Association  
ABN 52 050 721 092  
Financial Report  
For the Year Ended 31 December 2021

**Statement of Financial Performance  
For the Year Ended 31 December 2021**

	Note	2021 \$	2020 \$
Revenue		228,199	305,099
Cost of Sales		(88,213)	(112,090)
Direct Costs		(3,067)	(7,489)
		<hr/>	<hr/>
Gross Profit		136,920	185,520
Operating Expenses		(160,414)	(145,361)
		<hr/>	<hr/>
<b>Net Profit / (Loss)</b>		<b>(23,494)</b>	<b>40,159</b>

**Statement of Financial Position  
 as at 31 December 2021**

	Note	2021 \$	2020 \$
<b>Current Assets</b>			
Cash and cash equivalents	2	196,477	208,584
Trade and other receivables	3	10,485	13,376
Inventories	4	117,027	135,198
Other Assets	5	138,086	136,973
<b>Total Current Assets</b>		<u>462,075</u>	<u>494,131</u>
<b>Non-Current Assets</b>			
Property, plant and equipment	6	-	-
<b>Total Non-Current Assets</b>		<u>-</u>	<u>-</u>
<b>Total Assets</b>		<u>462,075</u>	<u>494,131</u>
<b>Current Liabilities</b>			
Trade and other payables	7	8,707	16,827
Deferred revenue	8	15,232	16,181
<b>Total Current Liabilities</b>		<u>23,939</u>	<u>33,008</u>
<b>Non-Current Liabilities</b>			
Long term provisions	9	1,411	904
<b>Total Non-Current Liabilities</b>		<u>1,411</u>	<u>904</u>
<b>Total Liabilities</b>		<u>25,350</u>	<u>33,912</u>
<b>Net Assets</b>		<u>436,725</u>	<u>460,219</u>
<b>Total Equity</b>		<u>436,725</u>	<u>460,219</u>

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**Statement of Changes in Equity  
For the Year Ended 31 December 2021**

	2021	2020
Note	\$	\$
Association Funds - Beginning of the period	460,219	420,060
Profit / (Loss) attributable to the P&C Association	(23,494)	40,159
	<hr/>	<hr/>
Association Funds - End of the period	436,725	460,219
	<hr/>	<hr/>

**Statement of Cash Flows**  
**For the Year Ended 31 December 2021**

	Note	2021 \$	2020 \$
<b>Cash Flows from Operating Activities</b>			
Receipts from customers		229,375	355,230
Payments to suppliers and employees		(235,385)	(350,896)
Interest received		767	1,978
<b>Net Cash Inflow (Outflow) from Operating Activities</b>	10	<u>(5,243)</u>	<u>6,312</u>
<b>Cash Flows from Investing Activities</b>			
Payment for other short-term financial assets		-	-
Payment for property, plant and equipment		(6,864)	(2,344)
<b>Net Cash Inflow (Outflow) from Investing Activities</b>		<u>(6,864)</u>	<u>(2,344)</u>
<b>Cash Flows from Financing Activities</b>			
<b>Net Cash Inflow (Outflow) from Financing Activities</b>		<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents		(12,107)	3,968
Cash and cash equivalents at the beginning of the period		208,584	204,616
<b>Cash and Cash Equivalents at the End of the Period</b>	2	<u>196,477</u>	<u>208,584</u>

**Notes to the Financial Statements  
For the Year Ended 31 December 2021**

**1. Statement of Significant Accounting Policies**

The financial statements are special purpose financial statements and prepared in accordance with the requirements of the Australian Charities and Not-for-profits Commission Act 2012, Parents and Citizens' Associations Incorporation Act 1976 (NSW), and the following applicable Australian Accounting Standards:

- AASB 101: Presentation and Financial Statements
- AASB 107: Cash Flow Statements
- AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors
- AASB 1048: Interpretation of Standards
- AASB 1054: Australian Additional Disclosures

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

The committee has determined that the association is not a reporting entity.

**Reporting Basis and Conventions**

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of these financial statements:

**(a) Revenue and Other Income**

Revenue comprises revenue from sale of goods, grants, fundraising activities and client contributions. Revenue from major products and services are shown in Detailed Statement of Profit and Loss and Other Comprehensive Income.

*Sale of goods*

Revenue is measured by reference to the fair value of consideration received or receivable by the Association for goods supplied and services provided, excluding GST, rebates and trade discounts.

*Grants*

The Association is supported by a grant received from various Government and private organisations.

Revenue from a non-reciprocal grant that is not subject to conditions is recognised when the Association obtains control of the funds, economic benefits are probable and the amount can be measured reliably. Where a grant may be required to be repaid if certain conditions are not satisfied, a liability is recognised at year end to the extent that conditions remain unsatisfied.

*Donations*

Donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

*Interest income*

Interest income is recognised when received.

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



**Notes to the Financial Statements  
For the Year Ended 31 December 2021**

**1. Statement of Significant Accounting Policies (continued)**

**(b) Cash and Cash Equivalents**

Cash and cash equivalents comprise of cash on hand and demand deposits, together with other short-term, highly liquid investments that are readily convertible into known amounts of cash which are subject to an insignificant risk of change in value.

**(c) Trade and Other Receivables**

Trade and other receivables include amounts due from members as well as amounts receivable from other parties. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets.

**(d) Inventories**

Inventories comprise goods for resale as part of the Association's activities. Inventories may be purchased or received by way of donation.

Inventories of goods for resale are valued at the lower of cost and net realisable value. No value is ascribed to goods for resale that have been donated to the Association where fair value cannot be reliably determined. Net realisable value is the estimated selling price in the ordinary course of business, less any applicable selling expenses.

**(e) Property, Plant and Equipment**

*Plant and Equipment*

Plant and equipment comprising canteen equipment are initially recognised at acquisition cost, including any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by the P&C Association's committee.

Plant and equipment are subsequently measured using the cost model, cost less subsequent depreciation and impairment losses.

Depreciation is recognised on a straight-line basis to write down the cost less estimated residual value of plant and equipment. The following useful lives are applied:

- Plant and equipment: 1 year

Gains or losses arising on the disposal of a property, plant and equipment are determined as the difference between the disposal proceeds and carrying amount of the assets and are recognised in profit or loss.

**(f) Impairment of Assets**

At the end of each reporting period, the committee reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

**Notes to the Financial Statements  
For the Year Ended 31 December 2021**

**1. Statement of Significant Accounting Policies (continued)**

**(g) Employee Provisions**

*Short-term employee benefits*

Short-term employee benefits are benefits, other than termination benefits, that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. Examples of such benefits include wages. Short-term employee benefits are measured at the undiscounted amounts expected to be paid when the liabilities are settled.

*Other long-term employee benefits*

The Association's liabilities for annual leave and long service leave are included in other long term benefits as they are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are measured at the present value of the expected future payments to be made to employees. The expected future payments incorporate anticipated future wage levels, experience of employee departures and periods of service, and are discounted at rates determined by reference to market yields at the end of the reporting period on high quality corporate bonds that have maturity dates that approximate the timing of the estimated future cash outflows. Any re-measurements arising from experience adjustments and changes in assumptions are recognised in profit or loss in the periods in which the changes occur. The Association presents employee benefit obligations as current liabilities in the statement of financial position if the Group does not have an unconditional right to defer settlement for at least 12 months after the reporting period, irrespective of when the actual settlement is expected to take place.

Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date. Employee provisions have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

**(h) 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. 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 with other receivables or payables in the statement of financial position.

**(i) Trade 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.

**Notes to the Financial Statements  
 For the Year Ended 31 December 2021**

	2021 \$	2020 \$
<b>2. Cash and Cash Equivalents</b>		
Cash at bank	196,127	208,234
Cash in hand	350	350
<b>Total Cash and Cash Equivalents</b>	<u>196,477</u>	<u>208,584</u>
<b>3. Trade and Other Receivables</b>		
<b>Current</b>		
Trade receivables	10,485	13,376
<b>Total Trade and Other Receivables</b>	<u>10,485</u>	<u>13,376</u>
<b>4. Inventories</b>		
<b>Current</b>		
Merchandise	117,027	135,198
<b>Total Inventories</b>	<u>117,027</u>	<u>135,198</u>
<b>5. Other Assets</b>		
<b>Current</b>		
Prepayments	1,800	1,444
Other short-term financial assets	136,286	133,529
<b>Total Other Assets</b>	<u>138,086</u>	<u>136,973</u>
<b>6. Property, Plant and Equipment</b>		
<b>Plant and Equipment Gross Carrying Amount</b>	<b>Cost</b>	<b>Depreciation</b>
Balance 1 January 2021	44,377	44,377
Additions	6,864	6,864
Disposals		
Balance 31 December 2021	<u>51,241</u>	<u>51,241</u>
Balance 1 January 2020	44,642	44,642
Additions	2,344	2,344
Disposals	(2,609)	(2,609)
Balance 31 December 2020	<u>44,377</u>	<u>44,377</u>

**Notes to the Financial Statements  
 For the Year Ended 31 December 2021**

	2021 \$	2020 \$
<b>7. Trade and Other Payables</b>		
<b>Current</b>		
Trade payables	2,764	7,407
Other payables	5,943	9,420
<b>Total Trade and Other Payables</b>	<u>8,707</u>	<u>16,827</u>
<b>8. Deferred Revenue</b>		
<b>Current</b>		
Unearned income – School 24	1,528	5,710
Unearned income – uniform shop	704	471
Unearned income – Fete income in advance	13,000	-
Unearned income – Community Building Partnership Grant	-	10,000
<b>Total Deferred Revenue</b>	<u>15,232</u>	<u>16,181</u>
<b>9. Provisions</b>		
<b>Non-Current</b>		
Provision for long service leave	1,411	904
<b>Total Non-Current Provision</b>	<u>1,411</u>	<u>904</u>
<b>10. Reconciliation of Cash Flows from Operating Activities</b>		
<b>Cash Flows from Operating Activities</b>		
Net profit / (loss) for the period	(23,494)	40,159
Adjustment for:		
- Depreciation	6,864	2,344
Net changes in working capital:		
- Change in trade and other receivables	2,891	(11,799)
- Change in inventories	18,171	(19,245)
- Change in prepayments	(1,113)	(426)
- Change in trade and other payables	(8,120)	9,598
- Change in deferred revenue	(949)	(13,196)
- Change in provisions	507	(1,123)
<b>Net Cash from Operating Activities</b>	<u>(5,243)</u>	<u>6,312</u>

Drummoyne Public School P&C Association  
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**Notes to the Financial Statements  
For the Year Ended 31 December 2021**

	2021	2020
	\$	\$

**11. Related Party Disclosure**

The key management personnel of the Association include the Executive Committee.

There are no related party transactions.

### Statement by Members of the Committee

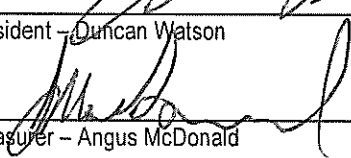
The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial report:

- (a) Present a true and fair view of the financial position of Drummoyne Public School P&C Association as at 31 December 2021 and its performance for the year ended on that date.
- (b) At the date of this statement, there are reasonable grounds to believe that Drummoyne Public School P&C 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 an on behalf of the committee by:

  
\_\_\_\_\_  
President – Duncan Watson

  
\_\_\_\_\_  
Treasurer – Angus McDonald

Dated this 15<sup>th</sup> day of March 2022

## INDEPENDENT AUDIT REPORT

### Audit Opinion

We have audited the accompanying financial report, being a special purpose financial report, of Drummoyne Public School P&C Association (the Association) which comprises the financial position as at 31 December 2021, the statement of financial performance, statement of cash flows and statement of changes in equity for the year ended 31 December 2021, a summary of significant accounting policies and other explanatory notes and the statement by members of the committee.

In our opinion, the accompanying financial report of the Association is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Parents and Citizens' Associations Incorporation Act 1976 (NSW)*, including:

- i. giving a true and fair view of the financial position of the Association as at 31 December 2021 and of their financial performance, cash flows and changes in equity for the year ended 31 December 2021; and
- ii. complying with Australian Accounting Standards to the extent described in Note 1, Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013* and the *Parents and Citizens' Associations Incorporation Act 1976 (NSW)*.

### 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 are independent of the Association Incorporated in accordance with the auditor independence 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 confirm that the independence declaration required by Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, which has been given to those charged with governance, would be in the same terms if given as at the time of this auditor's report.

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

### Emphasis of Matter – Basis of Accounting

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 financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012* and the *Parents and Citizens' Associations Incorporation Act 1976 (NSW)*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

## INDEPENDENT AUDIT REPORT (continued)

### Information Other than the Financial Report and Auditor's Report Thereon

The committee are responsible for the other information. The other information comprises the information included in the Detailed Statement of Profit or Loss and Other Comprehensive Income for the year ended 31 December 2021, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Management's Responsibility for the Financial Report

The committee is responsible for the preparation of the special purpose financial report that gives a true and fair view in accordance with the relevant Australian Accounting Standards in accordance with the *Australian Charities and Not-for Profits Commission Regulations 2013*, the *Australian Charities and Not-for-profits Commission Act 2012* and the *Parents and Citizens' Associations Incorporation Act 1976 (NSW)* and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the special purpose 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 intend to liquidate the Entity or to cease operations, or have no realistic alternative but to do so.

The committee is responsible for overseeing the Association's financial reporting process.

### Auditor's Responsibility

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, 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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



**INDEPENDENT AUDIT REPORT (continued)**

**Auditor's Responsibility (continued)**

- Obtain an understanding of internal control relevant to the audit 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the committee with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Benbow & Pike**  
Chartered Accountants  
Suite 401, 54 Miller Street  
North Sydney NSW 2060

**Gerard Abrams**  
Partner

Dated: ..... 2022

Drummoyne Public School P&C Association  
ABN 52 050 721 092  
Financial Report  
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**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 60-40 OF AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012 TO THE OFFICERS**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2021 there have been:

1. no contraventions of the auditor's independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
2. no contraventions of any applicable code of professional conduct in relation to the audit.

**Benbow & Pike**  
Chartered Accountants  
Suite 401, 54 Miller Street  
North Sydney NSW 2060

**Gerard Abrams**  
Partner

Dated: ..... 2022

**Detailed Statement of Profit and Loss and Other Comprehensive Income  
 For the Year Ended 31 December 2021**

	2021	2020
	\$	\$
<b>Revenue</b>		
Canteen Sales	83,421	96,789
Uniform Shop Sales	68,052	89,696
Cash flow boost	-	20,000
Job keeper subsidy	12,000	40,200
Fete - General	427	-
Grants	33,000	-
Fundraising Events	30,405	37,306
Entertainment Books	84	846
Interest Income	767	1,978
Donations	-	18,266
Membership Fee	43	18
	<hr/>	<hr/>
	228,199	305,099
<b>Less: Cost of Sales</b>		
Opening Inventories	135,197	115,953
Purchases	70,042	130,848
Closing Inventories	(117,027)	(135,197)
	<hr/>	<hr/>
	88,213	111,604
<b>Less: Direct Costs</b>		
Fete Cost	-	2,292
Events Cost	3,067	5,197
	<hr/>	<hr/>
	3,067	7,489
<b>Gross Profit from Trading</b>	<hr/>	<hr/>
	136,920	186,006
<b>Operating Expenses</b>		
Administration Expenses	1,967	2,381
Auditor's Remuneration	4,794	3,862
Bookkeeping expenses	2,674	4,874
Depreciation	6,864	2,344
Gifts & Donations	-	1,030
Donation expenses	98,402	62,634
Insurance	1,698	2,351
Merchant Fees	883	789
Provision for LSL	508	(1,123)
Repairs & Maintenance	790	-
School 24 Fees	3,322	3,763
Salary & Wages	32,891	57,332
Superannuation	2,971	3,810
Telephone & Internet	301	301
Website Costs	273	-
Workers' Compensation	1,081	1,013
	<hr/>	<hr/>
	160,414	145,361
<b>Net Profit / (Loss)</b>	<hr/>	<hr/>
	(23,494)	40,159