

# Financial Statement

Fairholme Parents & Friends Association  
ABN 98 800 296 152  
For the year ended 31 December 2019

Prepared by Calibre Advisors

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## Statement by Management Committee

### Fairholme Parents & Friends Association For the year ended 31 December 2019

In the opinion of the Management Committee:

1. the accompanying Income & Expenditure Statement is drawn up so as to give a true and fair view of the profit or loss of the Fairholme Parents & Friends Association for the year ended 31 December 2019.
2. the accompanying Asset & Liabilities Statement is drawn up so as to give a true and fair view of the state of affairs of the Fairholme Parents & Friends Association for the year ended 31 December 2019.
3. at the date of this statement there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due; and
4. the accounts of the Association have been made out in accordance with the accounting policies described in Note 1 to the Financial Statements.

Signed in accordance with a resolution of the Management Committee.

Dated at Toowoomba this 9 Day of March 2020.

\_\_\_\_\_  
President



\_\_\_\_\_  
Treasurer



# Income and Expenditure Statement

## Fairholme Parents & Friends Association For the year ended 31 December 2019

	2019	2018
<b>Income</b>		
P&F Levies	40	1,180
Interest Received	838	960
Fairholme Gala Ball	-	(5)
Spring Fair	43,403	44,486
Other Functions	2,215	3,119
<b>Total Income</b>	<b>46,496</b>	<b>49,741</b>
<b>Expenditure</b>		
Accountancy and Audit Fees	440	440
Bank Fees	23	-
Capital Donations to Fairholme	50,000	52,500
Depreciation	46	58
Entertainment	100	-
P&F Welcome Function	500	-
Presentation Day Prize	-	1,040
School Donations	2,500	-
Xero and POS Fees	1,446	62
<b>Total Expenditure</b>	<b>55,055</b>	<b>54,100</b>
<b>Current Year Surplus/ (Deficit) Before Adjustments</b>	<b>(8,559)</b>	<b>(4,359)</b>
<b>Net Current Year Surplus After Adjustments</b>	<b>(8,559)</b>	<b>(4,359)</b>



# Assets and Liabilities Statement

## Fairholme Parents & Friends Association As at 31 December 2019

	NOTES	31 DEC 2019	31 DEC 2018
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	2	80,989	95,201
Trade and Other Receivables		5,200	-
<b>Total Current Assets</b>		<b>86,189</b>	<b>95,201</b>
<b>Non-Current Assets</b>			
Plant and Equipment and Vehicles	3	185	231
<b>Total Non-Current Assets</b>		<b>185</b>	<b>231</b>
<b>Total Assets</b>		<b>86,374</b>	<b>95,433</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Principal's Emergency Fund	4	10,655	11,155
<b>Total Current Liabilities</b>		<b>10,655</b>	<b>11,155</b>
<b>Total Liabilities</b>		<b>10,655</b>	<b>11,155</b>
<b>Net Assets</b>		<b>75,719</b>	<b>84,277</b>
<b>Member's Funds</b>			
Capital Profits Reserve		36,566	36,566
Accumulated Surplus (Deficit)		39,153	47,711
<b>Total Member's Funds</b>		<b>75,719</b>	<b>84,277</b>

The accompanying notes form part of these financial statements.



# Notes to the Financial Statements

## Fairholme Parents & Friends Association For the year ended 31 December 2019

### 1. Summary of Significant Accounting Policies

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

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

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

#### Income Tax

The income tax expense (income) for the year comprises current income tax expense (income) and deferred income tax expense (income).

Current income tax expense charged to profit or loss is the tax payable on taxable income. Current tax liabilities (assets) are measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of profit or loss when the tax relates to items that are credited or charged directly to equity.

Except for business combinations, no deferred income tax will be recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled and their measurement also reflects the manner in which the committee expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be used.

#### Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

#### 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 allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.



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

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

## Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

	2019	2018
<b>2. Cash on Hand</b>		
HBS Simply Savings Account	80,989	95,201
<b>Total Cash on Hand</b>	<b>80,989</b>	<b>95,201</b>

## 3. Plant and Equipment, Motor Vehicles

	2019	2018
<b>Plant and Equipment</b>		
Plant & Equipment	6,492	6,492
Less: Accumulated Depreciation on Plant & Equipment	(6,307)	(6,261)
<b>Total Plant and Equipment</b>	<b>185</b>	<b>231</b>
<b>Total Plant and Equipment, Motor Vehicles</b>	<b>185</b>	<b>231</b>

## 4. Principal's Emergency Fund

	2019	2018
Principal's Emergency Fund	(13,278)	(13,278)
Less: Expenditure from fund	2,623	2,123
<b>Total Principal's Emergency Fund</b>	<b>(10,655)</b>	<b>(11,155)</b>







## INDEPENDENT AUDIT REPORT

### THE FAIRHOLME PARENTS & FRIENDS ASSOCIATION

#### Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of the Fairholme Parents & Friends Association (the association) which comprises the balance sheet as at 31 December 2019, and the income and expenditure statement, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

#### *Committee's Responsibility for the Financial Report*

The committee of the association is responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are consistent with the financial reporting requirements of the Associations Incorporation Act and are appropriate to meet the needs of the members. The committee's responsibilities also include establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

#### *Auditor's Responsibility*

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We 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 and fair presentation of the financial report 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 evaluation the overall presentation of the financial report.



The financial report has been prepared to distribution to members for the purpose of fulfilling the committee's financial reporting under the Associations Incorporation Act. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

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 Australian professional ethical pronouncements.

*Qualification*

As is common for organisations of this type, it is not practicable for the association to maintain an effective system of internal control over receipts and other fund raising activities until their initial entry in the accounting records. Accordingly, our audit in relation to receipts was limited to amounts recorded.

*Qualified Audit Opinion*

In our opinion, except for the effects of such adjustments, if any, that might have been determined to be necessary had the limitation referred to in the qualification paragraph not existed, the financial report of the Fairholme Parents & Friends Association presents fairly, in all material respects the financial position of the Fairholme Parents & Friends Association as of 31 December 2019 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

Pioneer Accounting Pty Ltd  
First Floor, 3 Duggan St  
TOOWOOMBA QLD 4350

10 March 2020

  
Suman Chowdhury

