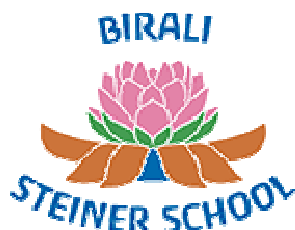


MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

TRADING AS:



SPECIAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

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Entity Details

The school's principal place of business is:

670 Beachmere Road
Beachmere QLD 4510

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

BOARD OF DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

The Board of Directors (*the Board*) submit the financial report of Moreton Bay Birali Steiner School Association Inc (*the school*) for the financial year ended 31 December 2022. In order to comply with the provisions of the *Australian Charities and Not-for-profits Commission Act 2012 (the ACNC Act)*, the directors report as follows:

Board

The names of Board members throughout the year and at the date of this report are:

<u>Name</u>	<u>Position</u>	<u>Appointment/Resignation</u>
Joan Lynley Weir	Chair	29/11/2021 – endorsed by Board as interim Director. 03/05/2022 - voted on to Board at AGM
Betty Jane Francis	Secretary	
Kimberley Anne Fawkes	Treasurer	
Hugh Leo Thompson	Director	
Rob Hugh Birse	Director	
Joel William Berlin	Director	12/12/2022 – endorsed by Board as interim Director.
Amanda Jane Schiavo	Director	12/12/2022 – endorsed by Board as interim Director.
Simon James Price		21/02/2022 – endorsed by Board as Interim 03/05/2022 – voted on to Board at AGM 07/12/2022 – resigned from Board
Helen Mildred Starr	Treasurer	19/01/2022 - endorsed by Board as returning Treasurer. 03/05/2022 – resigned from Board completing term.

Board members have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal activities

The principal activities of the school during the financial year were:

1. To encourage and promote the educational philosophies of Rudolf Steiner in the Moreton Bay Region.
2. To promote, establish and run a school from kindergarten to high school that includes pre-school, kindergarten, pre-primary services and associated services with tutorial techniques as espoused by Rudolf Steiner to be carried out at the said school.
3. To arrange and conduct tutorial classes with the support of audio visual equipment, demonstrations and exhibits relative to the objects outlined in this section for the interests of its members.
4. To encourage and maintain liaison with other educational groups, societies and associations for mutual benefit in the encouragement of wider public appreciation of the philosophies, teachings and techniques of Rudolf Steiner.
5. To generally exercise and perform all or any of the functions, rights and privileges of a specially authorised association pursuant to the Act.
6. To establish and carry out in the Commonwealth of Australia or elsewhere, exhibitions, course, seminars and other training programs at or by means of which persons interested in the philosophies and teaching techniques of Rudolf Steiner may obtain training and instruction by personal tuition or post or otherwise.
7. To provide buildings, lectures, classes, office or offices, lodgings and attendants and all other lectures, clerks, employees and officers instructed or employed temporarily or otherwise by the association and afford facilities for study, research and cultivation and performance of the tasks and duties allotted to them respectively.
8. To establish and maintain a School Building gift fund exclusively for providing money for the acquisition, construction or maintenance of a building used, or to be used, as a school or college with the rules of the fund to always comply with the rules and regulations as required from time to time to satisfy the requirements of Income tax Assessment Act 1997 subdivision 30-BA.

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

**BOARD OF DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022**

Significant changes

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


Operating result

The surplus/(deficit) after providing for income tax for the 2022 financial year amounted to: \$324,929

Auditor's independence declaration

The lead auditor's independence declaration for the year ended 31 December 2022 has been received and can be found on page 4 of the financial report.

Signed in accordance with a resolution of the Board.


Joan Weir (Apr 18, 2023 08:39 GMT+10)
Joan Lynley Weir

Apr 18, 2023
Date

Beachmere QLD 4510

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

AUDITOR'S INDEPENDENCE DECLARATION

UNDER SECTION 60-40 OF THE AUSTRALIAN CHARITIES & NOT-FOR-PROFITS COMMISSION ACT 2012

To the Members of the Board of Directors of Moreton Bay Birali Steiner School Association Inc

In accordance with Subdivision 60-C of the *Australian Charities and Not-for-profits Commission Act 2012* we are pleased to provide the following declaration of independence to the members of the Board of Moreton Bay Birali Steiner School Association Inc.

We declare that, to the best of our knowledge and belief, during the year ended 31 December 2022 there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.



Love & Partners
Love & Partners
REGISTERED COMPANY AUDITORS

Brett J Buntain
Managing Director
RCA No. 213172

Date: 12 April 2023

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Note	This Year \$	Last Year \$
REVENUE			
Revenue from fees		543,692	480,713
Revenue from government grants and other grants		2,087,794	1,848,944
Other recurrent revenue		31,213	31,614
Finance income		0	0
Non-recurrent revenue		56,990	49,755
Total revenue	1(a)	<u>2,719,689</u>	<u>2,411,026</u>
LESS: EXPENSES			
Depreciation and amortisation expenses	1(b), 1(c)	139,003	141,772
Employee benefits and related expenses		1,740,539	1,647,612
Finance expenses		58,075	49,243
Other expenses		457,142	348,489
Total expenses		<u>2,394,759</u>	<u>2,187,116</u>
Net surplus/(deficit) before income tax		324,929	223,910
Less: income tax	1(j)	0	0
Net surplus/(deficit)		<u>324,929</u>	<u>223,910</u>
OTHER COMPREHENSIVE INCOME			
Other		0	0
Total comprehensive income attributable to members of the school		<u>324,929</u>	<u>223,910</u>

The accompanying notes form part of these financial statements.

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022**

	Note	This Year \$	Last Year \$
CURRENT ASSETS			
Cash	2	601,372	509,396
Receivables	3	47,124	28,172
Prepayments	4	92,089	62,123
Total current assets		<u>740,586</u>	<u>599,690</u>
NON-CURRENT ASSETS			
Property, plant and equipment	5	5,429,479	5,364,386
Right of use assets	6	4,371	5,789
Total non-current assets		<u>5,433,850</u>	<u>5,370,175</u>
Total assets		<u>6,174,436</u>	<u>5,969,865</u>
CURRENT LIABILITIES			
Payables	7	102,172	94,423
Lease liabilities	6	1,412	1,368
Interest bearing liabilities	8	164,346	1,981,723
Provisions	9	4,730	26,550
Total current liabilities		<u>272,661</u>	<u>2,104,063</u>
NON-CURRENT LIABILITIES			
Payables	7	25,258	28,135
Lease liabilities	6	3,093	4,505
Interest bearing liabilities	8	1,703,043	0
Provisions	9	48,055	35,764
Total non-current liabilities		<u>1,779,448</u>	<u>68,404</u>
Total liabilities		<u>2,052,108</u>	<u>2,172,467</u>
Net assets surplus/(deficit)		<u>4,122,328</u>	<u>3,797,398</u>
EQUITY			
Retained surplus/(accumulated deficit)		4,122,328	3,797,398
Reserves		0	0
Total equity		<u>4,122,328</u>	<u>3,797,398</u>

The accompanying notes form part of these financial statements.

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Note	Accumulated		
		Funds	Reserves	Total
THIS YEAR				
Opening balance		3,797,398	0	3,797,398
Current year's surplus/(deficit)		324,929	0	324,929
Transfers		0	0	0
Total		<u>4,122,328</u>	<u>0</u>	<u>4,122,328</u>
LAST YEAR				
Opening balance		3,573,488	0	3,573,488
Current year's surplus/(deficit)		223,910	0	223,910
Transfers		0	0	0
		<u>3,797,398</u>	<u>0</u>	<u>3,797,398</u>

The accompanying notes form part of these financial statements.

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Note	This Year \$	Last Year \$
SUMMARY OF CASH FLOWS FROM:			
OPERATING ACTIVITIES			
Receipts from tuition fees and student income		774,881	699,451
Payments to suppliers and employees		(2,451,233)	(2,190,463)
Receipts from recurrent grants		2,087,794	1,848,944
Interest received		0	0
Interest paid		(58,075)	(49,243)
Net cash provided by/(used in) operating activities		<u>353,368</u>	<u>308,690</u>
INVESTING ACTIVITIES			
Proceeds from capital grants and building fund donations		56,990	49,755
Proceeds on disposal of property, plant and equipment		0	0
Payments for property, plant and equipment	5(a)	(202,679)	(124,127)
Net cash provided by/(used in) investing activities		<u>(145,689)</u>	<u>(74,372)</u>
FINANCING ACTIVITIES			
Net proceeds from/(repayment of) borrowings		(115,702)	(149,803)
Net cash provided by/(used in) financing activities		<u>(115,702)</u>	<u>(149,803)</u>
Net increase (decrease) in cash held		<u>91,976</u>	<u>84,515</u>
Cash at beginning of year		509,395	424,880
Cash at end of year	2	<u>601,372</u>	<u>509,395</u>

RECONCILIATION OF OPERATING CASH FLOW WITH NET SURPLUS/(DEFICIT):

Net surplus/(deficit) from ordinary activities after income tax		324,929	223,910
Adjust:			
- Depreciation and amortisation		139,003	141,772
- Capital receipts		(56,990)	(49,755)
Changes in assets and liabilities:			
- Receivables	(Increase)/decrease	(18,953)	3,200
- Other assets	(Increase)/decrease	(29,967)	(62,123)
- Payables	Increase/(decrease)	(14,447)	(1,522)
- Income in advance	Increase/(decrease)	19,320	23,423
- Provisions	Increase/(decrease)	(9,529)	29,784
		<u>353,368</u>	<u>308,690</u>

The accompanying notes form part of these financial statements.

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTE

The financial statements cover Moreton Bay Birali Steiner School Association Inc (*the school*) as an individual entity, incorporated under the *Associations Incorporation Act (Qld) 1981* (Incorporation Number: IA39239) on 8 August 1995 and domiciled in Australia.

The financial statements were authorised for issue on the date of the signed statement by the Board of Directors.

1. Summary of Significant Accounting Policies

Financial reporting framework

The Board has prepared the financial statements on the basis that the school is a non-reporting entity because there are no users who are dependent on its general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012 (the ACNC Act)*. The school is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the ACNC Act and the significant accounting policies disclosed below, which the Board has determined are appropriate to meet the needs of members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

Statement of compliance

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the ACNC Act, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: *Presentation of Financial Statements*, AASB 107: *Cash Flow Statements*, AASB 108: *Accounting Policies*, Changes in Accounting Estimates and Errors, AASB 1031: *Materiality* and AASB 1054: *Australian Additional Disclosures*.

The school has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the initial assessment on its interests in other entities indicated that it does not have any subsidiaries, associates or joint ventures. Hence, the financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

Basis of preparation

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

(a) Revenue and other income

Revenue arises mainly from the receipt of tuition fees, other student income and government grants. To determine whether to recognise revenue, the school follows a five step process:

1. Identifying the contract with a customer;
2. Identifying the performance obligations;
3. Determining the transaction price;
4. Allocating the transaction price to the performance obligations; and
5. Recognising revenue when/as performance obligation(s) are satisfied.

School fees, other student income and recurrent government grants

For most revenue items, such as tuition fees, other student charges and Commonwealth and State Government recurrent grants, revenue received relates solely to a single year of schooling and is therefore recognised as revenue throughout the financial year. When parents pay tuition fees for a future schooling year, these amounts are recognised as revenue in advance.

Government capital grants

Where a capital grant is received from the Commonwealth or State Government for the construction of an asset, this is recognised in accordance with AASB 1058: *Income of Not-for-Profit Entities*. Generally this revenue is recognised as the construction of the asset is completed.

Finance income

Finance income comprises interest income on funds invested and is reported on an accrual basis using the effective interest method.

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

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. Summary of significant accounting policies.....continued

(b) Property, plant and equipment

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

Property

Freehold land and buildings are shown at their cost less subsequent depreciation for buildings.

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and any impairment losses.

The carrying amount of plant and equipment is reviewed annually by the Board 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' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

In the event the carrying amount of plant and equipment is greater than the recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(e) for details of impairment).

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over the asset's useful life to the school commencing from the time the asset is held ready for use.

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

Class of fixed asset	Depreciation rate
Buildings and improvements	2.5%
Plant and equipment	10% - 50%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(c) Leases

At inception of a contract, the school assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the school where the school is a lessee. However all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the school uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options if lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. Summary of significant accounting policies.....continued

(c) Leases.....continued

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset whichever is the shortest. Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the school anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

Concessionary leases

For leases that have significantly below-market terms and conditions principally to enable the school to further its objectives (commonly known as peppercorn/concessionary leases), the school has adopted the temporary relief under AASB 2018-8 and measures the right of use assets at cost on initial recognition.

(d) Financial instruments

Recognition

Financial assets and financial liabilities are recognised in the statement of financial position when the school becomes party to the contractual provisions of the financial instrument.

Classification

Financial instruments are classified and measured as follows:

- Cash and cash equivalents - held at amortised cost
- Receivables - held at amortised cost
- Payables - held at amortised cost

The school does not enter into transactions for speculative purposes, nor for hedging. The school holds no financial assets classified at fair value through profit or loss.

(e) Impairment of assets

At the end of each reporting period, the school reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair amount less costs to sell and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately 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 school would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of a class of asset, the school estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Where an impairment loss on a revalued asset is identified, this is debited 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 same class of asset.

(f) Employee provisions

Short-term employee benefits

Provision is made for the school's obligation for 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 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 expected to be paid when the obligation is settled.

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

Contributions are made by the school to an employee superannuation fund and are charged as expenses when incurred.

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. Summary of significant accounting policies.....continued

(f) Employee provisions.....continued

Other long-term employee benefits

The school classifies employees' long service leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the school's obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage 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 corporate bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss as a part of employee benefits expense.

The school's obligations for long-term employee benefits are presented as non-current employee provisions in its statement of financial position, except where the school 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.

(g) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at-call with banks and other short-term highly liquid investments, and bank overdrafts.

(h) Receivables

Accounts receivable and other debtors include amounts due from donors and any outstanding grant receipts. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Refer to Note 1(e) for further discussion on the determination of impairment losses.

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

Cash flows are presented on a gross basis. The GST components 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.

(j) Income tax

Income tax has not been provided for in the financial statements of the school, as it is a tax exempt entity under the *Income Tax Assessment Act 1997*, being a charitable institution registered with the *Australian Charities and Not-for-profits Commission (ACNC)*.

(k) Provisions

Provisions are recognised when the school 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.

(l) Payables

Payables represents the liability outstanding at the end of the reporting period for goods and services received by the school during the reporting period which remain unpaid. The balance is recognised as a current liability with the amount being normally paid within trading terms.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

1. Summary of significant accounting policies.....continued

(m) Critical accounting estimates and judgements

The Board evaluates estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the school.

Key estimates

(i) *Impairment*

The school assesses impairment at the end of each reporting period by evaluating conditions and events specific to the school that may be indicative of impairment triggers.

(ii) *Plant and equipment*

As indicated in Note 1(b), the school reviews the useful life of plant and equipment on an annual basis.

Key judgements

(i) *Performance obligations under AASB 15*

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/ type, cost/ value, quantity and the period of transfer related to the goods or services promised.

(ii) *Lease term and option to extend under AASB 16*

The lease term is defined as the non-cancellable period of a lease together with both periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option; and also periods covered by an option to terminate the lease if the lessee is reasonably certain not to exercise that option. The options that are reasonably going to be exercised is a key management judgement that the school will make. The school determines the likeliness to exercise the options on a lease-by-lease basis looking at various factors such as which assets are strategic and which are key to future strategy of the school.

(n) Economic dependence

The school is dependent on State and Commonwealth government grants for a significant proportion of revenue used to operate the business. At the date of this report the Board has no reason to believe that the State and Commonwealth governments will not continue to support the school.

(o) Comparative figures

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

(p) New accounting standards for application in future periods

There were no new Accounting Standards or Interpretations issued by the Australian Accounting Standards Board (AASB) which were mandatory for the current reporting period that were applicable to the school.

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

	This Year	Last Year
2. <u>Cash</u>		
Cash on hand	200	135
Bank (WBC) - Main Access Account	49,948	20,309
Bank (NAB) - Debit Card Account	4,765	1,873
Bank (NAB) - Transaction Account	22,071	18,341
Bank (NAB) - Savings Account	1,000	1,000
Bank (NAB) - Building Fund Account	850	600
Bank (NAB) - Combined Loan Redraw Available	522,539	467,139
Total	601,372	509,396
3. <u>Receivables</u>		
Trade debtors	45,845	26,386
Less: provision for doubtful debts	5,961	0
	<i>% Doubtful</i> 13.0%	0.0%
	39,885	26,386
Other debtors	7,239	1,786
Total	47,124	28,172
4. <u>Other Current Assets</u>		
Prepayments	92,089	62,123
Total	92,089	62,123
5. <u>Property, Plant and Equipment</u>		
Freehold land and improvements at cost	1,149,398	1,149,398
Buildings at cost	4,505,811	4,352,413
Less: accumulated depreciation	362,196	254,182
	4,143,615	4,098,231
Furniture & fittings	215,130	165,849
Less: accumulated depreciation	78,664	49,093
	136,466	116,757
Total	5,429,479	5,364,386

(a) Movement in the reported values are as follows:

	Land and buildings	Plant and equipment	Total
Opening - WDV	5,247,629	116,757	5,364,386
Additions	153,398	49,280	202,679
Transfer			0
Depreciation	(108,014)	(29,571)	(137,586)
Closing - WDV	5,293,013	136,466	5,429,479

6. Right of Use Assets and Lease Liabilities

Right of use assets:

Photocopier	7,089	7,089
Less: accumulated depreciation	2,717	1,300
Total	4,371	5,789

Lease liabilities:

Current	1,412	1,368
Non-current	3,093	4,505
Total	4,505	5,873

Note: From 1 January 2019, right of use assets and lease liabilities are recognised for operating leases, except for low value and short term leases.

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

	This Year \$	Last Year \$
7. <u>Payables</u>		
<i>Current:</i>		
Trade creditors	2,889	21,777
Accrued charges and other payables	65,298	60,857
Income in advance - non government	33,985	11,789
Income in advance - government grant	0	0
	<u>102,172</u>	<u>94,423</u>
<i>Non-current:</i>		
Income in advance - non government	25,258	28,135
	<u>25,258</u>	<u>28,135</u>
Total	<u>127,430</u>	<u>122,557</u>
8. <u>Interest Bearing Liabilities</u>		
<i>Current:</i>		
Secured loans (NAB) - expiring 30.09.25	164,346	1,981,723
	<u>164,346</u>	<u>1,981,723</u>
<i>Non-current:</i>		
Secured loans (NAB) - expiring 30.09.25	1,703,043	0
	<u>1,703,043</u>	<u>0</u>
Total	<u>1,867,389</u>	<u>1,981,723</u>
Security provided for loans		
- National Australia Bank Ltd (NAB):		
NAB holds security over all school assets.		
9. <u>Provisions</u>		
<i>Current:</i>		
Annual leave	4,730	15,533
Long service leave	0	11,017
	<u>4,730</u>	<u>26,550</u>
<i>Non-current:</i>		
Long service leave	48,055	35,764
	<u>48,055</u>	<u>35,764</u>
Total	<u>52,785</u>	<u>62,314</u>
10. <u>Related Party Disclosures</u>		
Payments to Board members and/or their related parties:		
- Nil	0	0
Total	<u>0</u>	<u>0</u>

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the school, directly or indirectly, including any Board member or close family member is considered a related party.

Board members in their honorary capacity receive no remuneration for their services however, from time to time, they are provided with refreshments and are reimbursed for school related out-of-pocket expenditure. In addition, the school takes out insurance cover which insures the Board against breaches of statutory and other obligations. Other transactions between the school and Board members and/or their related parties are on normal commercial terms and conditions no more favourable than those available to other persons unless otherwise stated.

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

	This Year \$	Last Year \$
11. <u>Capital and Leasing Commitments</u>		
(a) Low value and short term operating leasing commitments: <i>Non-cancellable operating leases contracted for but not capitalised in the financial statements:</i>		
- less than one year	0	0
- greater than one year less than two years	0	0
- greater than two years less than five years	0	0
Total	0	0
(b) Capital commitments contracted for but not capitalised in the financial statements: - Nil	0	0
Total	0	0
12. <u>Contingent Liabilities</u>		
(a) Capital grants		
Commonwealth Government	459,000	486,000
State Government	1,382,290	1,473,213
Total	1,841,290	1,959,213

Pursuant to the conditions attached to Commonwealth and State Government capital grants, the school is contingently liable to repay, based on a formula, all or part of the capital grants received if the project to which the funds are applied ceases to be used for the purpose approved or it is sold or otherwise disposed of within 20 years of completion of the project.

The Board is of the opinion that the school will continue in its current capacity and therefore the liability is unlikely to materialise.

Apart from the above, the school has no contingent assets or contingent liabilities at 31 December 2022.

13. Events After Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the school, the results of those operations, or the state of affairs of the school in future financial years.

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC


ABN: 33 417 843 047

**STATEMENT BY THE BOARD OF DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2022**

In accordance with a resolution of the Board of Directors (*the Board*) of Moreton Bay Birali Steiner School Association Inc (*the school*), the Board declares that, in the opinion of Board members:

1. The financial statements and notes are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - (a) comply with the Australian Accounting Standards applicable to the school; and
 - (b) give a true and fair view of the financial position of the school as at 31 December 2022 and its performance for the year ended on that date.
2. There are reasonable grounds to believe that the school will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013*.


Joan Weir (Apr 18, 2023 08:39 GMT+10)

Joan Lynley Weir

Apr 18, 2023

Date

Beachmere QLD 4510



Love & Partners

REGISTERED COMPANY AUDITORS

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

2022 Independent Auditor's Report to the Members of Moreton Bay Birali Steiner School Association Inc

Opinion

We have audited the financial report of Moreton Bay Birali Steiner School Association Inc (*the school*), which comprises the statement of financial position as at 31 December 2022, the statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows for the year then ended, notes to the financial statements including a summary of significant accounting policies, and the statement by the Board of Directors.

In our opinion, the accompanying financial report of the school is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012 (the ACNC Act)*, including:

- (i) giving a true and fair view of the school's financial position as at 31 December 2022 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

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 school in accordance with the ACNC Act and 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 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 school's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Board of Directors (*the Board*) for the Financial Report

The Board is responsible for the preparation of the financial report that gives a true and fair view and has determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and is appropriate to meet the needs of the members. The Board's responsibility also includes such internal control as the Board determines is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

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CONTACT

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CORPORATE INFORMATION

Love and Partners Auditors Pty Ltd
ABN: 30 125 237 229
Authorised Audit Company Number: 313440
www.loveandpartners.com

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC
ABN: 33 417 843 047

2022 Independent Auditor's Report to the Members of Moreton Bay Birali Steiner School Association Inc

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.

As part of an audit in accordance with 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.
- 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 school's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- Conclude on the appropriateness of the Board'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 school'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 school 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 Board 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.



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REGISTERED COMPANY AUDITORS

Brett J Buntain
Managing Director
RCA No. 213172

Date: 19 April 2023

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

AUDITOR'S DISCLAIMER FOR THE YEAR ENDED 31 DECEMBER 2022

The following financial information is in accordance with the books and records of Moreton Bay Birali Steiner School Association Inc (*the school*) which have been subjected to the auditing procedures applied in our audit of the school for the year ended 31 December 2022. It will be appreciated that our audit did not cover all details of the additional financial information as provided in the supporting schedule. Accordingly, we do not express an opinion on such financial information and no warranty of accuracy or reliability is given.

In accordance with our firm policy, we advise that neither the firm nor any other member or employee of the firm undertakes responsibility arising in any way whatsoever to any person in respect of such information, including any errors or omissions therein, arising through negligence or otherwise however caused.



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REGISTERED COMPANY AUDITORS

SUPPORTING SCHEDULE FOR THE YEAR ENDED 31 DECEMBER 2022

	This Year \$	Last Year \$
INCOME		
Revenue from fees		
- Tuition fees	594,147	517,382
- Less discounts, concessions and scholarships	(66,764)	(48,896)
- Other student income	16,309	12,226
	<u>543,692</u>	<u>480,713</u>
Revenue from government grants and other grants		
- State Government recurrent grants	277,225	274,630
- Commonwealth Government recurrent grants	1,810,569	1,574,314
- Other recurrent grants	0	0
	<u>2,087,794</u>	<u>1,848,944</u>
Other recurrent revenue		
- Net trading activities	(6,033)	576
- Enrolment and application fees	33,749	3,145
- Donations	0	70
- Surplus from the sale of non-current assets	0	0
- Other	3,498	27,823
	<u>31,213</u>	<u>31,614</u>
Finance income		
- Interest received and other finance income	0	0
- Dividend income on available for sale assets	0	0
	<u>0</u>	<u>0</u>
Non-recurrent revenue		
- Capital donations and contributions	1,365	15
- Capital levies	55,625	49,740
- Insurance Recoveries	0	0
- State government capital grants	0	0
- Commonwealth government capital grants	0	0
	<u>56,990</u>	<u>49,755</u>
Total Revenue	<u>2,719,689</u>	<u>2,411,026</u>

MORETON BAY BIRALI STEINER SCHOOL ASSOCIATION INC

ABN: 33 417 843 047

**SUPPORTING SCHEDULE
FOR THE YEAR ENDED 31 DECEMBER 2022**

	This Year \$	Last Year \$
EXPENSES		
Depreciation and amortisation expenses		
- Property, plant and equipment	137,586	140,473
- Right of use assets	1,418	1,300
	<u>139,003</u>	<u>141,772</u>
Employee benefits and related expenses		
- Insurance - Workcover	13,312	6,976
- Salaries and wages	1,563,984	1,497,742
- Superannuation	163,243	142,893
	<u>1,740,539</u>	<u>1,647,612</u>
Finance expenses		
- Interest expense - Bank loans	57,905	49,049
- Interest expense - Leases	169	193
	<u>58,075</u>	<u>49,243</u>
Other expenses		
- Audit fees	7,950	2,180
- Bank charges	10,196	11,785
- Compliance, membership and legal	12,576	12,810
- Consultants	25,234	15,220
- Doubtful debts	13,863	3,565
- Insurance	71,886	10,840
- Legal fees	0	0
- Other	152,178	129,674
- Property and buildings	61,780	72,083
- Teaching supplies	101,479	90,333
	<u>457,142</u>	<u>348,489</u>
Total Expenses	<u>2,394,759</u>	<u>2,187,116</u>
Net Surplus/(Deficit)	<u>324,929</u>	<u>223,910</u>