

## Chairman's Report

It is my privilege to contribute once again to this report on behalf of the Board.

My colleagues on the Board are:

Mr Anthony Dunstan - Treasurer and Deputy Chair

Mrs Tanya Fletcher - Board Secretary

Mr Steven Tucker

Mr Neil Morgan

Mr Michael Lawson

I wish to acknowledge their continued dedication to the school through their service on the Board, there has been much achieved in the 2014 year together. Thank you to them all. Mr Steven Tucker's term has finished and he is not re-nominating for the board. Steven came onto the board when we were about to embark on some significant building programs. Steve's expertise in this area has been hugely beneficial and we have really appreciated his service to us. There is no doubt that without his assistance I am not sure we would have achieved the completion of our Casey ELC building at the time. We wish Steven the Lord's blessing as he serves Him wherever God leads.

In 2014, we also farewelled Mr Joe Belousoff and other staff who have served Maranatha faithfully for many years.

It is also opportune to welcome the many new staff members, parents and students who joined us for the first time in 2014 or the start of the 2015 year. I would especially like to Welcome Mr Jason Burgess who comes to us with a wealth of experience from Heatherton Christian College. I am sure he will do well in filling the big shoes left behind by Mr Joe Belousoff.

Our numbers fell below the budgeted expectation, which put pressure on our budget. The work that our finance team and the Senior Leadership Team did throughout the year to get the budget back into positive territory has been extraordinary. This task was made more challenging by unknowns with Government funding, however a new funding model from the Government will assist in future years to know what our grants will be. It must be said that some of the decisions made to achieve the result have not been easy ones or come without some pain however we are determined to maintain strong governance and decision making to ensure that Maranatha remains a place for all our children to attend for many years to come.

For that reason the Board met with the Senior Leadership team to work on our strategy and direction for the next 5 to 10 years. This was a great time of camaraderie between both the governance and operational arms of the school. It is good when we can see and feel alignment to a direction and purpose. It gives us great confidence when we can have unity between these two bodies as there is no distraction to what the job at hand is.

As a board we wish to thank the Principal/CEO Dr Roderick Crouch who has not shied away from difficult issues or decisions. He has in fact been very willing to do the tough stuff which is not the easiest to do but we do appreciate his faithfulness to his calling to be part of the team to take Maranatha into the next phase of its life.

As we look forward we have great confidence in the team as they continue to lift the performance of Maranatha in all areas. As the years roll on we continue to see God's hand at every turn and we have great hope as we know that He is already around the next turn to meet us and guide us through.

**John Kruize**  
**Board Chair**

## Principal/CEO's Report

Without doubt 2014 was a challenging but very rewarding year. Although I was not able to commence formally till July, through the wonders of technology, the joys of air travel and the efforts of the senior management team, the school was managed extremely smoothly. This six months was not a time for standing still, rather the school developed consistent and clear values and attributes that provided a base for the significant changes that have been implemented in 2015.

### School Restructure

A large focus through 2014 was the preparation for the transition to the three-school structure of:

- Junior School
- Middle School
- Senior School

In addition during 2014, the decision was made to offer a shared VCE program between the two campuses. Preparation for these changes was extensive.

### Academic Success

Our VCE students across Year 11 and 12 achieved some very pleasing results. There were a significant number of ATARs in the top 10% of the state. Analysis done outside the school shows a high proportion of students performing above predicted results.

Congratulations to Mr Bailey Crosset, Dux of the school, who achieved an ATAR score of 97.55 and the Class of 2014 who have performed very well! 6.7% of students received study scores over 40 which is one of the best results in the region while 94% of students received first round offers to tertiary institutions.

The whole school results reflect an improvement from the previous year, which is very pleasing to report. Our VCE results were as follows:

ATAR	MCS
Top 10%	7%
Top 20%	26%
Top 50%	80%
Average study score	30

Our NAPLAN results at primary and secondary continue to outperform similar schools while our VCAL students also had a successful year. They undertook many noteworthy projects and events. It is clear from these results that we have highly dedicated and professional staff who are committed to their students. As part of our commitment to long term excellence and ongoing improvement we commissioned an external review of teaching and learning from the Australian Council of Educational Research (ACER) using their National School Improvement Tool. From this a school improvement plan in teaching and learning been developed and is currently being implemented.

### ICT

With technology an ever present feature both in the delivery and structure of education, further extensive work was done in 2014 to ensure the school's ICT facilities, particularly the wireless network were able to meet the growing demands of the school, especially the implementation of iPads in Grades 5 and 6 in 2015, and the further rollout of the 'Bring

# MARANATHA CHRISTIAN SCHOOL

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Your Own Device (BYOD) program. There is no doubt it is having a significant impact on student learning. Staff are due to receive upgraded tablet computers at the start of 2015, and internet speeds across the school will be increased significantly. Further work was done in the roll out of SEQTA, the learning management system used at MCS, to enable parents to have access in June 2014.

## **Facilities**

The most significant capital project in 2014 was the completion of the new administration building at Endeavour Hills during Term 1. A formal opening ceremony was held in Term 3. It has certainly made a big difference to all members of our community. In addition, major work was done on the front entrance and garden at Doveton. The changes have transformed the front of the site and also made for a safer environment for our Prep to Grade 4 students.

## **Staffing**

As inevitably occurs, there were a number of staffing changes throughout 2014. A number of new staff across all three campuses commenced their careers at the school. Significant among these was Mrs Jenny Rus returned to the school to take up the position of Grade 5/6 Coordinator at Casey campus. As we welcomed these men and women to the Maranatha family, we also farewelled various staff; some to retirement, some to maternity leave, and others to new opportunities. I thank all those who left for their dedication and efforts for the school. The longest serving among these were Daphne Callow, who since 1990 has been a valuable member of the Doveton staff as either a classroom or education support teacher; Joe Belousoff, who finished after 21 years of faithful and tireless service as head of Doveton campus, and Mr Murray Lancaster who retired after 27 years of wonderful encouragement to students in pursuing visual arts.

## **Major Events**

In terms of events, 2014 was another energetic, busy and productive year. Grandparents Day at both campuses was highlight as indeed was book week for the two primary schools. It was wonderful to see the senior management team entering into the spirit of the event with their own costumes.

Musical events featured throughout the year. Highlights include two wonderful shows at Cardinia campus; 'Mulan' (involving secondary students) and 'Dr Doolittle' (involving primary school students); Year 9 Casey students' production of 'Circus Bizircus', and the Arts showcase featuring a range of Casey students. The standard on stage at all these events was very impressive.

In sport, the students continued to excel in both the CSSN and SIS competitions with a number of students reaching regional competitions. Cardinia Campus received the SIS Merit Award Trophy for their efforts in Athletics.

Other wonderful events included, the Cardinia Rotary Public Speaking competition where Year 6 students at Cardinia were the winners of the first place shield; a Lads and Dads night at Doveton; and our first Anzac Day service on the Endeavour Hills site. Jordan Ollington (9) played the Last Post and senior History teacher Neil Cameron gave the special address.

Undoubtedly the highlights of the year for events were the combined Year 12 Valedictory Assembly and Dinner and the combined Thanksgiving Service. Both events provided a fitting finish to not only the Class of 2014 but also the entire student body.

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## **Service**

In addition to the various leadership and service training programs that operate throughout the year, two mission trips were held in 2014. A number of students went to West Timor in March, and a large group of Year 10 students served in Thailand in June. In addition, Cardinia students were involved in the 'Kids Teaching Kids' program at primary school.

## **Early Learning Centres**

Both our early learning centres were inspected rated this year by the State Government. It was a testament to the quality of staff and the superb facilities, that both were accredited as exceeding national standards. This is the highest ranking possible. The result is even more outstanding as rarely are new centres given such a ranking.

## **Looking ahead into 2015**

In addition to the use of iPads, a number of significant changes were announced for implementation in 2015. A new structure of junior, middle and senior sub schools coupled with a reorganization of how pastoral care is managed will enable both the teaching and learning and student care to be tailored more specifically to the different stages of growth. VCE is to be merged across the two campuses to provide students with both more opportunities and better preparation to achieve their preferred post school destination. A comprehensive community service program will enable students to live more fully the vision of the school.

To make all these changes work, considerable effort and training occurred behind the scenes in 2014 and I thank all staff for their efforts and commitment to the school. I especially thank the Senior Management Team for their leadership and support. Leading a campus is a complex and challenging task, particularly when the leader is half way round the world!

In all we do at MCS we should never forget our motto - *"our utmost for His glory!"* Maintaining our focus of Christ – centredness ensures that we continue to serve the Lord with all that we have. This is a vibrant, progressive and dynamic community and, from a staff perspective, we can all count it a great joy that God has called us to work here.

As a school community, we are blessed with the support of a dedicated Board, chaired by John Kruize, and parents who have a passion to enhance the quality of our Christ-centred teaching and learning at Maranatha Christian School. 2105 is shaping up as a critical year in the history of the school and, with the above changes, a new strategic framework and a renewed focus on the ensuring the ongoing quality of our teaching and learning, I look forward to our partnership with parents as we seek to help children go from today's student to tomorrow's leader by giving their utmost for His glory.

**Dr Roderick Crouch**  
**Principal/CEO**

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## SCHOOL PERFORMANCE INFORMATION 2014

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### **The 2014 Annual Report**

The School Annual Report for 2014 is distributed to all parents and members of the Association giving quite expansive detail on aspects of school life. The School has also provided information in other ways; for example Churinga, the school annual magazine, Reconnect, maintaining contact with the student alumni; and the Bi - Weekly News Sheet – that are similarly regularly distributed to parents and past students giving even more depth on life in the School. Where possible, information has also been posted on the School Website.

### **SCHOOL PERFORMANCE INFORMATION**

This information provides an update on the following:

#### **Staff Attendance**

Average attendance rate for teaching staff:  
97.78% (98.53% in 2013).

Average number of days absent for teaching staff: 5.79 days.

#### **Staff Retention**

Proportion of the teaching staff retained in 2014  
from the previous year: 87.78% (90.48% in 2013).

#### **Teacher Qualifications**

Masters/Degrees/Diploma (or equivalent):100%. All staff held authority from the Victorian Institution of Teaching. Maranatha takes particular care to ensure that teacher qualifications are commensurate with the subjects that the teachers teach, especially for the senior school classes.

#### **Professional Learning**

All teaching staff participated in professional learning activities provided both internally and externally. These ranged from faculty and cross-campus opportunities as well as broad-ranging external professional learning opportunities covering formal curriculum understanding, innovation in learning, current educational research and effective learning practices. A number of these programs are conducted very professionally by Independent Schools Victoria, of which Maranatha is a member.

Total expenditure on professional development was \$69,861 in 2014 for purchase of/participation in external courses/resources – it does not include costs of staff or relief staff associated with attendance at external courses and internally conducted activities; the average expenditure per teacher on professional development in 2014 was \$822.

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## SCHOOL PERFORMANCE INFORMATION (continued)

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### Student Characteristics

	<b>Males</b>	<b>Females</b>	<b>Total</b>
<b>Primary School</b>	227	230	457
<b>Secondary School</b>	296	275	571
<b>Total</b>	523	505	1028

### Student Attendance

<b>Primary School Attendance</b>	
<b>Year Level</b>	<b>Average %</b>
<b>Prep</b>	94
<b>1</b>	92
<b>2</b>	95
<b>3</b>	94
<b>4</b>	95
<b>5</b>	94
<b>6</b>	95

<b>Secondary School Attendance</b>	
<b>Year Level</b>	<b>Average%</b>
<b>7</b>	95
<b>8</b>	96
<b>9</b>	95
<b>10</b>	95
<b>11</b>	93
<b>12</b>	93

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## SCHOOL PERFORMANCE INFORMATION (continued)

### 2014 NAPLAN Results (at or above benchmark)

Year Level	Reading	Writing	Spelling	Grammar & Punctuation	Numeracy
3	97	95	98	100	95
5	99	98	100	100	97
7	98	93	96	96	99
9	99	95	97	98	99

### Year 12 VCE Results 2014

Median Study Score:	Study Scores of 40 and above:	Top ATAR:	Percentage of students achieving an ATAR score of 80 and above:	Percentage of students achieving an ATAR score of 50 and above	Percentage of satisfactory VCE/VCAL completion:
30	30	97.55	23%	72%	VCAL 100% VCE 97%
<b>Student Retention</b>					
<i>Proportion of Year 10 students in 2012</i>					75%
<i>Number that have been retained to Year 12 in 2014</i>					74

### SUMMARY OF DESTINATION 2014

University	72%
TAFE	16%
Private College	12%
*No Tertiary offer	6%
**No VTAC application	16%

*\*This refers to those students who applied through VTAC and did not receive a placement.*

*\*\*Students who had intended to pursue career options other than tertiary courses administered by VTAC; this could include apprenticeships, internships, employment or study at Christian Institutions*

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## SCHOOL PERFORMANCE INFORMATION (continued)

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### STUDENT COURSE DESTINATION

<b>Areas of study:</b>	<b>2014</b>
<b>Arts</b>	2%
<b>Commerce and Management</b>	6%
<b>Education</b>	20%
<b>Health</b>	
<b>Science/Engineering</b>	24%
<b>Creative Arts/Design</b>	
<b>Other</b>	19%

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## SCHOOL PERFORMANCE INFORMATION (continued)

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### Satisfaction Surveys.

All Surveys were conducted in 2013, with data used in the 2014 school year.

### Parent Satisfaction Survey

In 2013 Maranatha engaged the ISV to conduct all of its Satisfaction Surveys under the LEAD Report. The Parent Satisfaction Survey consisted of 50 questions on 10 domains: e.g. Curriculum Academic Program, Quality of Teaching, Learning Outcomes, Pastoral Care, Discipline and Safety, etc. Parents were asked to rate the 50 questions on a scale from 'strongly disagree' to 'strongly agree'. This Data was obtained from 79% of mothers, 20% of fathers and 1% of guardians. The results indicated a high level of satisfaction across all of the domains.

<b>Curriculum/Academic Program</b>	78.4
<b>Quality of Teaching</b>	79.6
<b>Learning Outcomes</b>	79.3
<b>Pastoral Care</b>	82.0
<b>Discipline and Safety</b>	82.7

<b>Parental involvement</b>	81.9
<b>Resources</b>	80.7
<b>Year Transition</b>	80.2
<b>Global Item Rating</b>	85.6
<b>Recommend the School to Others</b>	85.3

### Satisfaction Survey

The Staff Satisfaction Survey measured 79.3% of staff perceptions of the Work Environments with 134 of the 169 nominated staff responding to questions on the 6 key domains, namely, Feedback, Goal Congruence, Leadership and Morale, Staff Collaboration, Professional Development and Overall Satisfaction. The outcomes were as follows:

<b>Feed Back</b>	73
<b>Goal Congruence</b>	89
<b>Leadership and</b>	82

<b>Staff collaboration</b>	84
<b>Professional Development</b>	82
<b>Overall Satisfaction</b>	92

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## SCHOOL PERFORMANCE INFORMATION (continued)

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### Student Satisfaction Survey

The General Student Satisfaction Survey involved 501 student respondents. The General Survey focused on 9 key areas and the results were as follows:

<b>Academic Program</b>	72
<b>Learning Outcomes</b>	75
<b>Pastoral Care</b>	74
<b>Personal Development</b>	72
<b>Discipline and Safety</b>	75

<b>Resources</b>	72
<b>School Ethos/Values</b>	77
<b>Peer Relationships</b>	75
<b>Transition</b>	75

The Quality of Teaching Survey evaluated the extent to which students believe effective school practices are apparent across 5 different domains. The results were as follows:

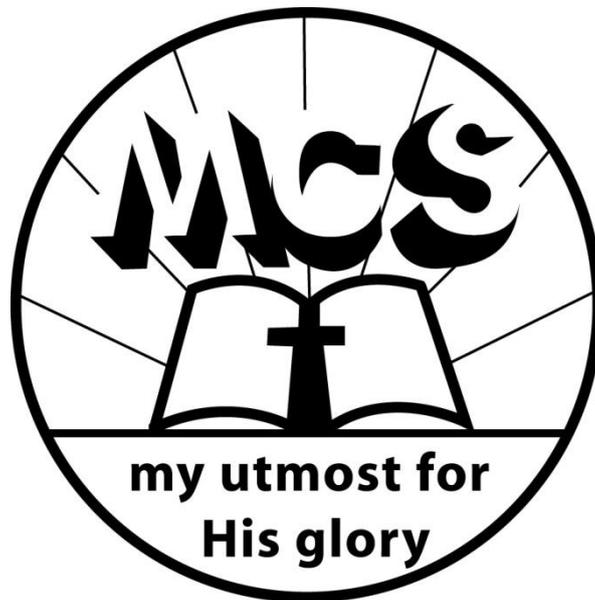
<b>Academic Rigour</b>	76
<b>Feedback</b>	74
<b>Teacher Knowledge</b>	74

<b>Teacher Practice</b>	75
<b>Teacher/Student Rapport</b>	74
<b>Overall Satisfaction</b>	77

**Association for Christian Education of Dandenong**  
**ABN: 52 004 734 427**

**ASSOCIATION FOR CHRISTIAN EDUCATION OF  
DANDENONG**

**ABN: 52 004 734 427**



**ANNUAL FINANCIAL REPORT**

**FOR**

**THE YEAR ENDED 31 DECEMBER 2014**

## **DIRECTORS' REPORT**

Your directors submit the financial accounts of the entity for the year ended 31 December, 2014.

### **Directors**

The names of directors in office at the date of this report are:

Mr A Dunstan  
Mrs T Fletcher  
Mr J Kruize  
Mr M Lawson  
Mr N Morgan  
Mr S Tucker

### **Principal Activities**

The principal activities of the company during the year were the operation of primary and secondary Christ-centred education campuses at Kidds Road, Doveton, Reema Boulevard, Endeavour Hills and Rix Road, Officer. These activities are in line with the objectives of the company. The company functions as a non-profit, charitable organisation and is exempt from payment of income tax.

There were no significant changes in the nature of the economic entity's activities during the year, and no changes are planned in the foreseeable future.

### **Operating Results**

The company experienced a net loss of \$32,309. This comprised a trading loss of \$178,436 and a surplus on capital activities (predominantly capital grants from the Australian Government for building works) of \$146,127.

### **Dividends Paid or Recommended**

No dividends were paid or recommended. As the Association is a company limited by guarantee it is prohibited from paying dividends to its members.

### **Review of Operations**

There was a decrease in enrolments in 2014 with the school experiencing a decrease in enrolment numbers compared to 2013 of 5.24%. Enrolments across Prep to Year 12 experienced an overall decline in enrolments. This was, in part, due to increased competition in Christian schooling and exits due to family relocation and financial hardship.

### **Significant Changes and Developments**

There were no significant changes and developments during the reporting period.

## Events Subsequent to Balance Date

There were no significant events subsequent to balance date.

## Directors' Meetings

Nine meetings of the Board were held during 2014. Attendance by individual directors at meetings they attended, compared with the number of meetings they were eligible to attend during the year are as follows:

J Kruize 8/9; A Dunstan 9/9; M Lawson 9/9; S Tucker 9/9; T Fletcher 7/9; N Morgan 6/7;  
M Gould 1/2; T Smith 2/2

## Indemnifying Officer or Auditor

The company has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the company or a related body corporate:

- indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses in successfully defending legal proceedings; or
- paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer for the costs or expenses to defend legal proceedings.

## Directors' Information

At the date of the Directors' Report, the following directors were on the Board:

- Mr A Dunstan (appointed 9/12). BBus (Accounting), Chartered Accountant, Financial Administrator Multicrop (Aust) Pty Ltd.
- Mr J Kruize (appointed 4/5/06). Chief Executive Officer/Director Sancell Pty Ltd. Experience: Business and management.
- Mr M Lawson (appointed 4/04). BE(Elec) MBA. Vic Sales Manager, Fieger Louver Australia Pty Ltd. Experience: Business Planning, Industrial Market Research, Insolvency. Sales Management.
- Mr N Morgan (appointed 23/4/2014). BBus (Accounting), MBA, FCPA. Experience: Business, Government, over 15 years management experience.
- Mr S Tucker (appointed 18/4/12). BE(Blg). Construction Manager, Sinclair Brook Pty Ltd. Experience: Over 20 years construction, over 10 years management responsibility.
- Mrs T Fletcher (appointed 23/4/2014). B Comm LLB (Hons). Legal Counsel, World Vision Australia. Experience: Legal, governance, not-for profit organisations.

Signed in accordance with a resolution of the Board of Directors

..... J Kruize Director

..... A Dunstan Director

Dated this \_\_\_\_\_ day of \_\_\_\_\_ 2015

**INCOME STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER, 2014.**

	<b>Note</b>	<b>2014</b> <b>\$</b>	<b>2013</b> <b>\$</b>
Revenue from ordinary activities	2	16,081,342	16,667,232
Employee benefits expense		(10,969,836)	(10,608,605)
Borrowing costs expense		(461,446)	(521,625)
Depreciation and amortisation expense		(828,198)	(761,904)
Other expenses from ordinary activities		<u>(3,854,171)</u>	<u>(3,981,355)</u>
Surplus/(deficit) from ordinary activities		(32,309)	803,743
Income Tax expense attributable to surplus from Ordinary activities	1(c)	-	-
Surplus from ordinary activities after income tax		(32,309)	803,743
Retained surplus at the beginning of the financial year		<u>13,638,632</u>	<u>12,834,889</u>
Retained surplus at the end of the financial year		<u>13,606,323</u>	<u>13,638,632</u>

The accompanying notes form part of these financial accounts.

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2014**

	Note	2014 \$	2013 \$
<b>CURRENT ASSETS</b>			
Cash	1(e), 8	249,444	1,158,241
Receivables	9	559,051	564,619
Inventory		7,401	11,098
Other	10	<u>289,871</u>	<u>238,943</u>
<b>TOTAL CURRENT ASSETS</b>		<u><b>1,105,767</b></u>	<u><b>1,972,901</b></u>
<b>INVESTMENTS</b>		<u><b>0</b></u>	<u><b>0</b></u>
<b>NON-CURRENT ASSETS</b>			
Property plant and equipment	11	<u>42,418,451</u>	<u>38,031,537</u>
<b>TOTAL NON-CURRENT ASSETS</b>		<u><b>42,418,451</b></u>	<u><b>38,031,537</b></u>
<b>TOTAL ASSETS</b>		<u><b>43,524,218</b></u>	<u><b>40,004,438</b></u>
<b>CURRENT LIABILITIES</b>			
Creditors and borrowings	12	1,823,936	2,356,978
Provisions	13	<u>324,679</u>	<u>350,414</u>
<b>TOTAL CURRENT LIABILITIES</b>		<u><b>2,148,615</b></u>	<u><b>2,707,392</b></u>
<b>NON-CURRENT LIABILITIES</b>			
Creditors and borrowings	12	7,378,838	7,754,262
Provisions	13	<u>1,262,523</u>	<u>1,244,041</u>
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u><b>8,641,361</b></u>	<u><b>8,998,303</b></u>
<b>TOTAL LIABILITIES</b>		<u><b>10,789,976</b></u>	<u><b>11,705,694</b></u>
<b>NET ASSETS</b>		<u><u><b>32,734,242</b></u></u>	<u><u><b>28,298,744</b></u></u>
<b>MEMBERS' FUNDS</b>			
Reserves	14	19,127,919	14,660,112
Accumulated Funds		<u>13,606,323</u>	<u>13,638,632</u>
<b>TOTAL MEMBERS' FUNDS</b>		<u><u><b>32,734,242</b></u></u>	<u><u><b>28,298,744</b></u></u>
<b>CAPITAL COMMITMENTS</b>	15	0	120,000

The accompanying notes form part of these financial accounts.

**STATEMENT OF CASH FLOWS**  
**OR THE YEAR ENDED 31ST DECEMBER 2014**

	Note	2014 \$	2013 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Grants received from governments		9,600,391	9,754,168
Receipts from members and others		5,287,187	5,150,574
Proceeds from donations		1,510	2,130
Payments to suppliers and employees		(14,138,903)	(13,551,703)
Interest and other costs of finance paid		(461,445)	(521,625)
Interest received		<u>46,193</u>	<u>33,098</u>
Net cash provided by (used in) operating activities	4	<u>334,933</u>	<u>866,642</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Capital receipts		146,127	671,539
Deposits paid		(964)	0
Payments for investments		0	0
Payments for community infrastructure development		0	0
Payments for property plant and equipment		(747,304)	(2,509,644)
Proceeds from sale of plant and equipment		0	0
Deposit paid for property plant and equipment		<u>0</u>	<u>0</u>
Net cash provided by (used in) investing activities		<u>(602,141)</u>	<u>(1,838,105)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings		151,000	2,100,336
Repayment of borrowings		<u>(792,589)</u>	<u>(632,271)</u>
Net cash provided (used in) financing activities		<u>(641,589)</u>	<u>1,468,065</u>
Net increase/ (decrease) in cash held		(908,797)	496,603
Cash at 1st January		<u>1,158,241</u>	<u>661,638</u>
Cash at 31st December	1(e)	<u>249,444</u>	<u>1,158,241</u>

**Notes to Cash Flow Statement**

- (a) See Note 20 for details of Finance Facilities

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	2014 \$	2013 \$
Gain/(loss) on revaluation of properties	14	4,467,607	0
Available-for-sale investments			
Valuation gains/(losses) taken to equity		4,467,607	0
Transferred to profit or loss for the period			
Net Income recognised directly in equity			
Profit/(loss) for the period		(32,309)	803,743
Total recognised income and expense for the period		(32,309)	803,743

NOTES TO AND FORMING PART OF THE ACCOUNTS  
**FOR THE YEAR ENDED 31 DECEMBER, 2014**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report, as a general purpose financial report, has been prepared in accordance with applicable Accounting Standards, Urgent Issues Group interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Law 2001*. The financial report covers the reporting entity as an individual entity. The Association is a company limited by guarantee, incorporated and domiciled in Australia.

The financial statements have been prepared on an accrual basis and are based on historical costs and, except as indicated below, do not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

Statement of Compliance

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). A statement of compliance with International Financial Reporting Standards cannot be made due to the Association applying the not-for-profit sector specific requirements contained in the AIFRS.

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

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

Property, plant and equipment are brought to account at cost, or at independent or directors' valuation, less, where applicable, any accumulated depreciation or amortisation and any impairment to value. The carrying amount of property, plant and equipment is reviewed annually by directors 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 flow which will be received from the assets' employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining recoverable amounts.

The rates of depreciation are applied on a diminishing balance method and, applied from 1998 to the different classes of assets, are:

Buildings	1%
Computers & Computer Software	30%
Furniture & Equipment	10%
Library	20%
Motor Vehicles	15%
Plant, Machinery & Tools	10%
Teaching Aids	15%

The depreciable amount of all fixed assets including buildings but excluding freehold land and land improvements, is depreciated over their expected useful lives commencing from the time the asset is held ready for use. Properties held for investment purposes are not subject to a depreciation charge.

The gain or loss on disposal of all fixed assets, including revalued assets, is determined as the difference between the carrying amount of the asset at the time of the disposal and the proceeds of disposal, and is included in operating profit before income tax of the economic entity in the year of

disposal. Any realised revaluation increment relating to the disposed asset which is included in the asset revaluation reserve is transferred to the asset realisation reserve.

The revaluations of freehold land and buildings have taken into account the increase in fair value, and have been independently valued by a firm of registered valuers, DH & LE Metcalfe as at 31 December 2014.

**(b) Employee Entitlements**

Provision is made for the Association's liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year are expressed at the amounts to be paid. Employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements utilising a discount rate representative of national government guaranteed securities of relevant maturity. Long service leave is accrued in full in respect of all employees with more than 5 years' service with the economic entity.

Contributions are made by the economic entity to employee superannuation funds and are charged as expenses when incurred. The economic entity has no legal obligation to cover any shortfall in the funds' obligations to provide benefits to employees on retirement.

**(c) Income Tax**

In accordance with the Income Tax (Assessment) Act, the company is not liable for income tax.

**(d) Inventories**

Inventories are valued at the lower of cost, calculated on the first-in first-out basis, and net realisable value.

**(e) Reconciliation of Cash**

For the purpose of the statement of cash flows, cash includes:

- (i) cash on hand and in at-call deposits with banks or financial institutions, net of bank overdrafts; and
- (ii) investments in money market instruments maturing within less than 14 days.

	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
Cash on hand	115,681	24,753
Cash at call with financial institutions	133,763	1,133,488
Bank overdrafts-secured	<u>0</u>	<u>0</u>
	<u>249,444</u>	<u>1,158,241</u>

**(f) Leases**

Leases, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the Association are classified as finance leases. Finance leases are capitalised, recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values at the date of inception.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

**(g) Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Association and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

**Rendering of services**

Where contracts can be reliably measured, control of a right to be compensated for services has been attained.

*Interest*

Recognised as interest accrues, taking into account the yield on the financial asset.

*Income from investments*

Revenue is recognised when income is received.

*Sale of non-current assets*

The net gain or loss of non-current asset sales are included as revenue at the date control passes to the buyer, usually when an unconditional contract of sale is signed.

The gain or loss on disposal is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal.

Assets which satisfy the criteria in AASB 5 as assets held for sale are transferred to current assets and separately disclosed as assets held for sale. These assets are measured at the lower of carrying amount and fair value less costs to sell. These assets cease to be depreciated from the date which they satisfy the held for sale criteria.

*Grants*

Revenue is recognised when control of the contribution or right to receive the contribution is obtained.

*Donations*

Revenue is recognised when control of the contribution or right to receive the contribution is obtained.

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

**(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. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables on the balance sheet are shown inclusive of GST.

**(i) Inventories**

*Inventories held for sale*

These are carried at the lower of cost allocated and net realisable value.

*Inventories held for distribution*

Inventories held for distribution free of charge are held as inventory held for distribution at the lower of cost and net replacement cost. At the date of distribution, the expense related to the inventory is taken to the Income Statement. However, where the value of the inventory is not material the expense related to the inventory is taken to the Income Statement at the time of acquisition.

**(j) Interest bearing liabilities**

Bank loans are recognised at their principal amount, subject to any setoff arrangements. Interest expense is accrued at the contracted rate and included in Accruals.

**(k) Investments**

Investments which are classified as available for sale are measured at fair value. Gains or losses on these investments are recognised directly to equity in the net unrealised gain reserve until the investment is sold or until the investment is determined to be impaired, at which time the cumulative gain or loss previously reported in equity for that asset is included in the income statement.

Other long term investments that are intended to be held to maturity, such as bonds, are subsequently measured at amortised at cost using the effective interest rate method. For investments carried at amortised cost, gains and losses are recognised in income when the investments are derecognised or impaired.

**(l) Borrowing costs**

Borrowing costs are recognised as an expense when incurred and include line fees on Commercial bills.

**(m) Recoverable amount of assets**

At each reporting date, the Association assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the Association calculates the recoverable amount of the asset. When the carrying amount of an asset is greater than its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use.

NOTE 2: REVENUE

	<b>2014</b>	<b>2013</b>
	\$	\$
Operating Activities		
Provision of services:		
- Tuition (net)	4,989,630	4,895,252
- Government grants	9,600,391	9,754,168
- Interest received	46,193	33,098
- Other income	<u>1,297,491</u>	<u>1,321,045</u>
	15,933,705	16,003,563
Non-operating activities		
Donations for recurrent purposes	1,510	2,130
Donations for non-recurrent purposes	0	0
Government Grants for non-recurrent purposes	146,127	671,539
Surplus on disposal of assets	0	0
Total Revenue	<u>16,081,342</u>	<u>16,677,232</u>

NOTE 3: SURPLUS FROM ORDINARY ACTIVITIES

Surplus from ordinary activities has been determined after:

(a) Charging as Expenses:		
Interest paid or payable to:		
- Other persons	461,446	521,625
Depreciation of:		
- Buildings and building improvements	189,589	182,770
- Furniture/Plant and equipment/computers & software/ motor vehicles	638,609	579,134
Bad and doubtful debts	0	39,993
Loss on disposal of non-current assets	20,379	10,357

**Association for Christian Education of Dandenong**  
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	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
Transfer to provision for:		
- Employee entitlements - long service leave	251,667	252,424
- maternity leave	41,552	32,335
- annual leave	116,115	13,472
- redundancy provision	0	32,257
- Auditing/reviewing the financial report	8,665	8,420
Adjustment under-provision/prior year	(260)	(220)
Current year		
- Other services	320	420
(b) Revenue and Net Gains		
Net gain on disposal of non-current assets:		
- property, plant and equipment	0	0
- investments		
(c) Significant Revenues and Expenses		
The following significant revenue and expense items are significant in explaining the financial performance:		
(i) Capital donations	0	0
(ii) Provision for annual leave	(116,115)	(13,472)
(iii) Provision for long service leave	(251,667)	(252,424)
(iv) Government Grants for Non-Recurrent purposes	146,127	671,539

**NOTE 4: RECONCILIATION OF NET CASH PROVIDED BY OPERATING ACTIVITIES TO OPERATING SURPLUS/(DEFICIT)**

Operating surplus (loss) after Income Tax	(32,309)	803,743
less Capital Receipts	<u>146,127</u>	<u>671,539</u>
	(178,436)	132,204
Non-cash flows in Operating Profit/Loss		
Depreciation	828,198	761,904
Changes in assets and liabilities		
(Increase)/Decrease in stock	3,697	3,584
(Increase)/Decrease in debtors	5,569	(52,031)
(Increase)/Decrease in prepayments	(49,964)	18,218
Increase/(Decrease) in creditors, accruals and other provisions	(143,773)	(200,369)
Increase/(Decrease) in employee provisions	(7,498)	118,247
Increase/(Decrease) in fees paid in advance	<u>(122,860)</u>	<u>84,885</u>
<b>CASH FLOWS FROM OPERATIONS</b>	<u><b>334,933</b></u>	<u><b>866,642</b></u>

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**NOTE 5: MEMBERS' GUARANTEE**

The company is limited by guarantee. If the company is wound up, the Articles of Association state that each member is required to contribute a maximum of \$20 each towards meeting any outstanding obligations of the company. At 31 December 2014, the number of Association members was as follows:

Associate Members	<b>1114</b>
Full Members	<b>121</b>

**NOTE 6: INCOME TAX EXPENSE**

The company functions as a non-profit organisation and is exempt from the payment of Income Tax.

**NOTE 7: DIRECTORS' REMUNERATION**

See Note 21

-

**NOTE 8: CASH**

	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
Cash on hand	115,681	24,753
Cash at bank	133,763	1,133,488
Bank overdraft	<u>-</u>	<u>-</u>
	<b>249,444</b>	<b>549,564</b>

**NOTE 9: RECEIVABLES**

	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
Debtors – unsecured	876,609	906,566
Debtors – secured	-	-
Less provision for doubtful debts	<u>(353,372)</u>	<u>(357,002)</u>
	<b>523,237</b>	<b>549,564</b>

Other debtors

<u>35,814</u>	<u>15,055</u>
<u>559,051</u>	<u>564,619</u>

**NOTE 10: OTHER CURRENT ASSETS**

Deposits & Prepaid Expenses	<u>289,871</u>	<u>238,943</u>
	<u>289,871</u>	<u>238,943</u>

NOTE 11: FURNITURE, PLANT AND EQUIPMENT, COMPUTERS & COMPUTER SOFTWARE

	Freehold Land & Improvements	Leasehold land & Buildings	Buildings	Furniture, Plant & Equipment	Computers & Computer Software	Motor Vehicles	Library & Teaching Aids	Capital Works in Progress	Total
<b>GROSS CARRYING AMOUNT</b>									
Balance at 1 January 2013	14,087,009		17,188,609	2,989,487	1,878,036	43,247	1,114,966	2,002,042	39,303,397
Additions	247,451		2,541,881	416,921	209,950	-	384,776	1,954,417	5,755,395
Revaluations	-		-	-	-	-	-	-	-
Disposals / transfers	-		-	(49,082)	(796)	-	-	(3,232,391)	(3,282,269)
Balance at 1 January 2014	14,334,460	-	19,730,490	3,357,326	2,087,190	43,247	1,499,742	724,068	41,776,523
Additions	20,587	-	728,856	440,313	160,973	-	126,884	24,523	1,502,137
Revaluations	3,038,739	-	896,797	-	-	-	-	-	3,935,535
Disposals / transfers	(251,786)	788,729	(537,143)	(14,099)	(192,710)	-	-	(724,065)	(931,074)
Balance at 31 December 2014	17,142,000	788,729	20,819,000	3,783,540	2,055,453	43,247	1,626,626	24,526	46,283,120
<b>ACCUMULATED DEPRECIATION, AMORTISATION AND IMPAIRMENT</b>									
Balance at 1 January 2013	(20,001)		(165,258)	(1,081,919)	(1,076,144)	(14,451)	(661,827)	-	(3,019,600)
Revaluation adjustments	-		-	-	-	-	-	-	-
Disposals	-		-	36,408	112	-	-	-	36,520
Depreciation	(6,667)		(182,770)	(203,828)	(247,989)	(4,035)	(116,617)	-	(761,906)
Balance at 1 January 2014	(26,668)	-	(348,028)	(1,249,339)	(1,324,021)	(18,486)	(778,444)	-	(3,744,986)
Revaluation adjustments	-	-	532,272	-	-	-	-	-	532,272
Disposals/adjustments	26,668	(32,013)	5,345	2,223	174,016	-	-	-	176,239
Depreciation		(47,404)	(189,589)	(237,272)	(227,951)	(3,469)	(122,513)	-	(828,198)
Balance at 31 December 2014	-	(79,417)	(0)	(1,484,387)	(1,377,956)	(21,954)	(900,957)	-	(3,864,671)
<b>NET BOOK VALUE</b>									
At 31 December 2013	14,307,792		19,382,462	2,107,987	763,169	24,761	721,298	724,068	38,031,537
At 31 December 2014	17,142,000	709,312	20,819,000	2,299,153	677,497	21,293	725,670	24,526	42,418,452

	2014	2013
	\$	\$
NOTE 12: CREDITORS AND BORROWINGS		
CURRENT		
Trade creditors	250,605	530,884
Accrued expenses	265,157	128,897
Sundry creditors	126,807	120,664
Fees paid in advance	<u>626,916</u>	<u>749,774</u>
	<u>1,269,485</u>	<u>1,530,219</u>
Secured Liabilities		
Bank overdraft (see Notes 1, 8, 12a & 18)		
Loans (see Notes 12b & 18)	0	0
Bank Bill (see Notes 12c & 18)	356,500	613,000
Hire Purchase Liability	<u>197,951</u>	<u>213,759</u>
	<u>544,451</u>	<u>826,759</u>
	<u>1,823,936</u>	<u>2,356,978</u>
NON-CURRENT		
Third Party Deposits	15,225	15,225
Secured Liabilities		
Loans (see Note 18)	-	-
Bank Bill (see Notes 18 & 19)	7,248,815	7,571,144
Hire Purchase Liability (see Notes 18 & 19)	<u>114,798</u>	<u>167,893</u>
	<u>7,363,613</u>	<u>7,739,037</u>
	<u>7,378,838</u>	<u>7,754,262</u>

- (a) The bank overdraft of the entity is secured by registered first mortgages over certain freehold properties and a registered floating charge over all other eligible assets of the entity.
- (b) The bank bill facility is secured by registered first mortgages over certain freehold properties and a registered floating charge over all other eligible assets of the entity.
- (c) Loans are based on a principal reduction basis over the period of the loan.

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NOTE 13: PROVISIONS

	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT</b>		
Employee entitlements - long service leave	204,367	233,442
- other	108,794	104,263
Other	<u>11,518</u>	<u>12,709</u>
	<u>324,679</u>	<u>350,414</u>
<b>NON-CURRENT</b>		
Employee entitlements - long service leave	1,227,408	1,202,410
- other	35,115	41,631
Other	-	-
	<u>1,262,523</u>	<u>1,244,041</u>

	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 14: RESERVES</b>		
<b>CAPITAL RESERVES</b>		
Asset revaluation reserve	<u>19,127,919</u>	<u>14,660,112</u>
<b>MOVEMENTS DURING THE YEAR</b>		
Balance 1 January	14,660,112	14,660,112
Increase in value of land	3,038,739	-
Increase in value of buildings	1,428,868	-
Balance 31 December	19,127,719	14,660,112

The asset revaluation reserve includes the net revaluation increments and decrements arising from the evaluation of buildings, excluding investment properties, measured at fair value in accordance with AASB 1041.

NOTE 15: EXPENDITURE COMMITMENTS

During 2012 the school received approval from the Independent Schools of Victoria Block Grant Authority (VISBGA) for the construction of an extension to the Endeavour Hills administration building incorporating a foyer, meeting rooms and offices, new student sick bay and storage room. 120,000

Capital commitments due not later than one year	0	<u>120,000</u>
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Total Grants previously approved under the Independent Schools Victoria Block Grant Authority (VISBGA) was \$250,000 for 2013. This was amended in 2013 to \$320,000. No VISBGA Grants were requested or granted for 2014.

**NOTE 16: STATEMENTS OF OPERATIONS BY SEGMENT**

The economic entity derives its income solely from the operation of an educational institution in the South Eastern suburban area of Melbourne in Victoria.

**NOTE 17: CONTINGENT LIABILITY**

**Commonwealth Government Capital Grants**

The Commonwealth Government retains a right to repayment from non-government bodies of grants of more than \$75,000, where certain circumstances arise. This right may extend to twenty years. The Association has been a recipient of substantial grants from the Commonwealth Government within the last twenty years, the most recent preceding 2014 being in 2013. In 2014 the Association had access to:

	approved	received
Endeavour Hills Administration Extension	\$320,000	\$146,127 (final Payment)

The Association may be required to repay the whole or a portion of the grant provided for facilities should they, within the specified period, sell or otherwise dispose of the facilities or cease to use the facilities principally for the purpose approved by the Commonwealth Government. The Estimated Contingent Liability at the reporting date is \$4,740,000.

**State Government Capital Grants**

The State Government of Victoria retains a right to repayment from non-government bodies of grants where certain circumstances arise. The Association was a recipient of a \$350,000 grant from the State Government of Victoria in 2010.

The Association may be required to repay the whole or a portion of the grant provided for facilities should they, within the specified period, sell or otherwise dispose of the facilities or cease to use the facilities principally for the purpose approved by the State Government of Victoria. The Estimated Contingent Liability at the reporting date is \$241,684.

**Legal Proceedings**

There are no legal proceedings current as at the reporting dates.

**Officer Precinct Structure Plan**

A condition of the Planning Permit issued by Cardinia Shire Council is for the Association to relinquish a 10 metre strip of land at the northern boundary adjacent to the railway line, relocate the boundary fence and establish a pathway on the relinquished land in accordance with the Officer Precinct Structure Plan.

**NOTE 18: FINANCE FACILITIES**

**(a) Arrangements with banks to provide funds and support facilities:**

The major facilities with the Commonwealth Bank of Australia are summarised as follows:

- Banking Overdraft  
Up to \$250,000 at variable interest rates
- Commercial Bill facilities totalling \$1,685,315; \$536,320 at fixed interest rate maturing in 2016, \$1,148,995 at a floating market interest rate maturing in 2020.
- Market Rate Loan facilities totalling \$5,920,000; \$2,870,000 at a floating market interest rate maturing in 2016; \$3,050,000 at a floating market interest rate maturing in 2016

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- (b) Loan: The Association has a revolving credit line with a credit union at variable interest rate for vehicle acquisitions. The current outstanding is \$0.
- (c) Hire Purchase Facilities:  
 The Association has commercial Hire Purchase Facilities totalling \$312,750 from Commonwealth Bank of Australia at fixed interest with maturities extending into 2017 – they mainly relate to computing equipment.

	<b>2014</b>	<b>2013</b>
	\$	\$
<b>NOTE 19: SCHEDULE OF DEBTS RECEIVABLE AND DEBTS PAYABLE</b>		
<b>Debts Payable</b>		
- not later than one year	554,451	826,759
- later than one year but not later than 2 years	355,627	824,298
- later than 2 years but not later than 5 years	6,566,492	6,914,739
- later than 5 years	<u>441,495</u>	<u>-</u>
	<u>7,918,065</u>	<u>8,565,796</u>
<b>Debts Receivable</b>		
- not later than one year	912,422	921,621
- later than one year but not later than 2 years		-
- later than 2 years but not later than 5 years		-
- later than 5 years	<u>-</u>	<u>-</u>
	<u>912,422</u>	<u>921,621</u>

	<b>2014</b>	<b>2013</b>
<b>NOTE 20: LEASES</b>		

Operating Leases

Non-cancellable operating lease commitments for equipment used in the school are:

- commitments within one year	73,650	73,650
- commitments more than one year and not later than two years	73,650	73,650
- commitments more than two years and not later than five years	-	73,650
- commitments later than five years	-	-

Finance Leases

No Finance Lease commitments have been entered into.

**NOTE 21: RELATED PARTY TRANSACTIONS**

A number of Directors are parents of children currently attending the School and, therefore, receive tuition and other schooling services; fees are set for and paid by relevant Directors at the published, scheduled rates.

No Director receives remuneration from services rendered to the Association other than the Principal, who is a non-voting member of the Board and receives remuneration for his executive role only.

Prior to commencing full-time employment as Principal Dr R. Crouch received payments of \$19,400 for the provision of consultancy services.

The following were key management personnel during the reporting period and unless otherwise indicated were key management personnel for the entire period:

**Executives**

HV Clark, Principal (resigned January 2014)  
Dr RHW Crouch, Principal/CEO (commenced 17 July 2014)  
R Sanderson, Business Manager  
J Belousoff, Head of Casey Junior Campus  
W Jackson, Head of Casey Senior Campus  
D Gleeson, Head of Cardinia Campus

**Key Management Personnel Compensation**

The aggregate compensation made to key management personnel is as follows:	<b>2014</b>	<b>2013</b>
Short-term employee benefits	639,647	671,203
Post-employment benefits	-	-
Other long-term benefits	52,155	25,601
Termination benefit	<u>-</u>	<u>-</u>
	<u>691,802</u>	<u>696,804</u>

No other forms of compensation were provided.

**NOTE 22: ECONOMIC DEPENDENCY**

A significant portion of the Association's income is from Australian and Victorian Government grants as shown in Note 2. The Association is dependent on these groups for its continued existence and ability to operate at its current capacity.

**NOTE 23: INTEREST RATE RISK**

The Association's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates, is as follows:

Financial Instrument	Fixed Interest Rate \$	Floating Interest Rate \$	Non Interest Bearing \$	Total \$
<b>Financial Assets</b>				
Cash	-	1,133,763	155,681	249,444
Receivables	-	-	559,051	559,051
Investments	-	-	-	-
<b>Financial Liabilities</b>				
Payables & Provisions	-	-	1,269,485	1,269,485
Borrowings	849,070	7,068,995	-	7,918,065

**STATEMENT BY DIRECTORS**

In the opinion of the directors of the company:

1. (a) The accompanying Income Statement is drawn up so as to give a true and fair view of the company's financial performance for the financial year;
- (b) The accompanying Statement of Financial Position gives a true and fair view of the company's state of affairs as at the end of the financial year.
- (c) There have not been events subsequent to the reporting date that would have affected the determination of an amount of a particular item in the Statement of Financial Position or Statement of Financial Performance.
2. At the date of this statement, there are reasonable grounds to believe the company can meet its debts as and when they fall due.

This statement is made in accordance with a resolution of the Board of Directors and is signed for an on behalf of the directors by:

Director: ..... **J Kruize**  
Director

Director: ..... **A Dunstan**  
Director

Dated this \_\_\_\_\_ day of March 2015.

## **INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE ASSOCIATION FOR CHRISTIAN EDUCATION OF DANDENONG**

### **Scope**

I have audited the financial statements, being the Statement by Directors, Income Statement, Statement of Financial Position, Statement of Cash Flows and notes to and forming part of the accounts of the Association for Christian Education of Dandenong and of the economic entity for the year ended 31 December, 2014.

The company's directors are responsible for the preparation and presentation of the financial statements and the information they contain. I have conducted an independent audit of these accounts in order to express an opinion on them to the members of the company.

My audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial statements are free of material misstatement. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial statements are presented fairly in accordance with Australian Accounting Concepts and Standards and statutory requirements so as to present a view of the company and of the economic entity which is consistent with my understanding of their financial position and the results of their operations and cash flows.

The audit opinion expressed in this report has been formed on the above basis.

### **Audit Opinion**

In my opinion, the financial statements of the Association for Christian Education of Dandenong are properly drawn up:

- (a) So as to give a true and fair view of:
  - (i) the state of affairs as at 31 December, 2014 and of the profit and cash flows for the year ended on that date of the company and the economic entity; and
  - (ii) the other matters required by Division 4, 4A and 4B of Part 3.6 of the Corporations Law to be dealt with in the financial statements;
- (b) In accordance with the provisions of the corporations Law; and
- (c) In accordance with applicable Accounting Standards.

Dated this \_\_\_\_\_ day of March 2015.  
75 Robinson Street, Dandenong, Victoria.

R Harman  
CPA, ACIS