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16TH ANNUAL GENERAL MEETING

**SUNDAY, 12 APRIL 2015
@ 12.30 PM**

2014 ANNUAL REPORT

GOOD NEWS COMMUNITY SERVICES

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GOOD NEWS COMMUNITY SERVICES ("GNCS")

NOTICE IS HEREBY GIVEN that the 16th Annual General Meeting of GNCS will be held on 12th April 2015 at 12.30 p.m. at #02-15 COR Conference Room

AGENDA

1. President's Address
2. Opening Prayer
3. Confirmation of Minutes of the 15th AGM held on 27th Apr 2014
4. Matters Arising
5. To receive and adopt the audited financial statements for the year ended 31st December 2014
6. To appoint Subraco LLP as auditor and to authorize Executive Committee to approve the audit fees for the year ended 31st December 2015
7. Report from the Centres
 - Pasir Ris Family Service Centre
 - Sonshine Child Care Centre
 - Commonwealth Student Care Centre
8. Election of Management Committee
9. Any other matters
10. Closing Prayer

On behalf of Honorary Secretary
Tay Khoo Eng
Date: 17th March 2015

President's Address

The coming year will be one of transition as we welcome a new president to head the Good News Community Services (GNCS), and a new Development Manager.

First, however, let me express my sincere thanks for our respective centre heads.

- To Ms Tiong Siew Ing, thank you for going the extra mile in recruiting students for Commonwealth Student Care Centre (CSCC), and ensuring that all are well taken care of and guided in both their studies and character development.
- To Ms U.K. Sangeeta, thank you for stepping into the gap and taking over the helm at Sonshine Child-Care Centre. The learning curve may have been a little steep, but you have given your best to SCC, and it is deeply appreciated.
- To Mr Peter Chang, thank you for the direction and confidence you have brought to Pasir Ris Family Service Centre, especially in the midst of the very fluid social service landscape and manpower challenges.
- To the Executive Committee of GNCS, thank you for your partnership in the service and care of our centres and the various parts of society we have sincerely sought to reach and assist.

Now, I return to the thought on transitions, beginning with the Management Committee decision to establish the new post of Development Manager (DM). The DM will work out of the GNCS head office, in support of special projects – proposed either by the MC or Centre Heads – approved by the MC. This position should help relieve our centres of additional projects, while ensuring that delays in these necessary developments are cut to the minimum. In this regard, we are happy to welcome Mr James Zhou as our new Development Manager.

Finally, I give thanks to God for the opportunity over these last 8 years to serve GNCS and learn more about the social service sector in Singapore. With a new posting on the horizon at my work place, I will step down as President of GNCS at this Annual General Meeting (AGM). It has been my joy and privilege to serve GNCS, and do wish the society along with all its members and staff every opportunity and provision for continued growth and development.

The grace of our Lord Jesus Christ, and the love of God, and the fellowship of the Holy Spirit be with you evermore.

Rev Canon Daniel Tong
President, GNCS

GOOD NEWS COMMUNITY SERVICES

Minutes of the 15th Annual General Meeting of Good News Community Services held on 27th April 2014 at 1230 hrs in COR Conference Room #02-15

Present

Rev Canon Daniel Tong	(DT)	President
Dr Leong Soon Kai	(SK)	Vice President
Mr Gan Tian Huat	(TH)	Honorary Treasurer
Mr. Tay Khoon Eng	(KE)	Honorary Secretary
Ms Jacqueline Tan Yi Ping	(JT)	Management Committee Member
Mr Chelladurai Subasanran	(CS)	Management Committee Member
Mr Simon Soh Soon Heng	(SS)	Management Committee Member
Mr Patrick Low Kum Wah	(PL)	Ordinary Member
Mr Dui Sian Ling	(SL)	Ordinary Member
Mr Timothy Ng Heo Yong	(TN)	Ordinary Member
Ms Fay Cherly Lim Huey Shan	(FL)	Ordinary Member
Mr Peter Chang Kay Hoi	(PC)	Ordinary Member
		Executive Director-Pasir Ris Family Service Centre (PRFSC)

In Attendance

Rev Victor Teo	(VT)	COR representative
Alan Tye	(AT)	PCC representative

Absent with Apologies

Mr Christopher Krishnasamy	Management Committee Member
Mr Peter Hui Kwok Thong	Management Committee Member
Ms Yvonne Chiam Phaik Lean	Ordinary Member
Mr Scott Lee Hon Mun	Ordinary Member
Ms Dawn Soh Ling Na	Ordinary Member
Ms Catherine Zhang Jieling	Ordinary Member
Mr Gene Tan Wing Loon	Ordinary Member

Absent with Apologies (By Invitation)

Ms Umaglia K Sangeeta	Supervisor-Sonshine Childcare Centre (SCC)
Ms Tiong Siew Ing	Supervisor-Commonwealth Student Care Centre (CSCC)

	Action By
<p>1.0 PRESIDENT'S ADDRESS</p> <p>President opened the meeting, reading the passage from Joshua 1:6-9 and addressed the meeting as follows:</p> <p>“Looking at the landscape of the work we are doing, it has been perpetually changing. In this one month or two, MSF has presented a framework to keep FSCs on track with their core-purpose. For the child care and student care sectors, the government through MOE and MCCY are also working through ECDA to provide greater support and focus to the child-care sector. All these present us with challenges with regard to our focus – what we want to do, our scriptural input and foundation and our financial commitment. Our financial policy is to keep our ministry and our centres viable, not to make profit, such that our staff are adequately paid, our programs are properly funded.</p> <p>The reason why we do what we do, is because of our faith. My reading from Joshua 1 today is remind us that we will always be the minority. We will</p>	

always be up against giants, always up against challenges. We need to be strong and courageous to keep God's Word, to keep God's ways, to keep in God's will and direction. Being strong and courageous is to trust in the Lord in our midst. He is with us always!

I think, for us to press forward as an organisation, there are two challenges – be bold in keeping God's Word, and to have faith and trust. In keeping to His Word, God will open ways for us. Otherwise we will easily lose our way and our mission.

So as we press forward, let's us remember these words of the Lord – to keep to His Word, His ways, to trust Him, to believe in Him. He is with us always!"

2.0 OPENING PRAYER

Rev Victor Teo opened the meeting with a word of prayer.

After the Prayer, the President welcomed Dui Sian Ling, Scott Lee Hon Mun (in absentia) and Rev Victor Teo (newly appointed as Chaplain of GNCS).

3.0 CONFIRMATION OF MINUTES OF THE 14TH ANNUAL GENERAL MEETING HELD ON 7TH APRIL 2013.

There is no amendment to the minutes and the minutes were approved by all present.

Proposer: Gan Tian Huat

Seconder: Simon Soh

4.0 TO RECEIVE AND ADOPT THE AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2013

Honorary Treasurer reported that GNCS Management Letter from Subraco LLP was not ready and will present to MC to review during the next MC meeting on 10th July 2014.

Honorary Treasurer then presented the accounts of the three operating units:

4.1 Good News Community Services – combined financial results for the year ended 31st December, 2013.

Items	YTD 2013	YTD 2012	% change 2013 vs. 2012
Total Income	\$2,845,523	\$2,612,366	+8.9%
Expenditure Manpower	\$1,703,673	\$1,588,169	+7.3%
Other Operating Expenditure	\$353,068	\$343,646	+2.7%
Total Expenditure	\$2,056,741	\$1,931,815	+6.5%
Surplus for the year transferred to General Fund	\$788,782	\$680,549	+15.9%

For the year ended 31st December 2013, Total Income increased by \$233,157, mainly contributed by

- Increase in Grants for FSC operations because of 2% for salary inflation and the remainder for a higher caseload handled.
- Income received by PRFSC from Hope Mentoring Program for the year.
- Increase in Revenue from Childcare and Student Care operations from fee increase in Sonshine. In April 2013

TH

ECDA increased their subsidies to parents and this offset substantially the fee increase by Sonshine Childcare Centre.

- d. Increase in WDA Training Grants & Special Employment Credits.

Total Manpower Expenditure increased by \$115,504, contributed by

- a. Changes in salary programs, payment of Performance Bonus for PRFSC, SCC and CSCC
- b. Decrease in headcount for SCC

Total Other operating expense increased by \$9,422, due to higher program expenditure.

4.2 Financial Results of the three operating centres were as follows:

Surplus for the Year	YTD 2013	YTD 2012	% change 2013 vs. 2012
PRFSC	\$655,779	\$683,075	-4.0%
SCC	\$130,735	(\$12,602)	-
CSCC	\$2,268	\$9,076	-75.0%
GNCS	-	\$1,000	-
Combined GNCS	\$788,782	\$680,549	+15.9%

For the year ended 31st December 2013, overall surplus was up by \$108,233, partly contributed by Pasir Ris Family Service Centre

The larger grants received were paid off in the salary and additional bonus programs and higher headcount and higher program expenditure for HOPE and Non-Funded program reduced the operating deficit.

Sonshine Childcare Centre

High Income from fee increase with lower manpower expenditure due to staff resignation turned the operating from a deficit to a healthy surplus.

Commonwealth Student Care Centre

Increase in Manpower Expenditure from an additional headcount reduced the operating surplus.

Combined operating surpluses for all the three centres increased by 15.9% to \$788,782.

Overall, the balance sheet reflected a healthy operating surpluses from the three centres increased the General Fund by 24.4% to slightly more than \$4.0 million.

Summary comparison of the Funds and Reserves

	2013	2012	Variance
General Fund	4,019,980	3,231,196	788,784
Other Funds	367,935	414,740	(46,805)
-Restricted	87,810	88,218	(408)
-Designated	250,536	251,235	(699)
-Deferred Capital donations/Grants	29,589	75,287	(45,698)
Total Funds	4,387,915	3,645,936	

During the year donations total \$12,375 for the Five Loaves and Two Fish Fund was received and \$11,790 was used to purchase groceries and household supplies for needy households in Pasir Ris.

Movements in the Deferred Capital Donations / Grant Fund reflects purchase of computers and amortization of fixed assets.

The 2014 budget projects a substantial reduction in the operating surplus from the present \$788,782 to slightly more than \$280,000.

This reduction of slightly more than \$500,000 are due to the following factors

- Two-thirds of the reduction due to a 21% increase in manpower expenditure with the budget for the full complement of staff in PRFSC and SCC.
- 7% reduction in grants from FSC operations in PRFSC to take into account recently announced plans by MSF to refocus CSP funding.

There being no other questions, the accounts were adopted.

Proposed : Leong Soon Kai

Seconded : Jacqueline Tan Yi Ping

All present approved the audited accounts.

5.0 TO APPOINT SUBRACO LLP AS AUDITOR AND TO AUTHORIZE EXECUTIVE COMMITTEE TO APPROVE THE AUDIT FEES FOR THE YEAR ENDED 31ST DECEMBER 2013

Honorary Treasurer reported that there was a slight increase in the audit fee last year. From the Auditor's perspective, the fee was very much depended on the hour worked, the scope and intensity of the audit. This year, more work is expected for Sonshine Childcare because of the "filing system" and the audit fee for next year is yet to ascertain.

To the question on how long have GNCS used Subraco's audit services, TH and SK answered that it had been a decade but there was a requirement for audit firms to change their partners every 3 yearly and currently Subraco has 3 partners.

Honorary Treasurer highlighted that auditor's remuneration for 2013 was expected to increase by \$3,100 from 2012 (\$8,500)

In July 2014, Subraco will be going to PRFSC to audit HOPE Mentoring program.

	<u>2013 Audit Fee</u>	<u>2012 Audit Fee</u>	<u>Remarks</u>
GNCS	\$ 800	\$ 600	increase by \$200
PRFSC	\$6,500	\$4,500	increase by \$2,000
SCC	\$3,000	\$2,300	increase by \$700
CSCC	<u>\$1,300</u>	<u>\$1,100</u>	<u>increase by \$200</u>
Total Audit Fee	<u>\$11,600</u>	<u>\$8,500</u>	<u>increase by \$3,100</u>

Accountancy

<u>Fee</u>	<u>\$2,000</u>	<u>\$2,000</u>	
GNCS			

SCC subsidy

<u>claim</u>	<u>\$3,500</u>	<u>\$1,800</u>	<u>increase by \$1,700</u>
<u>submission</u>			

SCC

The appointment was passed by the MC and the Executive Committee was authorized to approve the audit fees for the year ended 31st December 2013.

Proposed: Gan Tian Huat

Seconded: Chelladurai Subasanran

6.0 REPORT FROM THE CENTRES

6.1 Pasir Ris Family Service Centre (PRFSC)

Peter Chang reported that not much changes took place in Year 2012~2013. But from Year 2015 onwards, with the introduction of Code of Social Work Practice that spelt out the functions of FSCs, there will be greater demand for quality practices from FSCs. Last year there was a shift in the government's provision of social services with the setting up of Social Service Offices (SSO) under MSF. SSO has since taken over most the social work functions from CDC, including the financial assistance scheme, apparently to exercise greater control. Under the social service intervention continuum from "no risk group to high risk group", where "no risk" are those with temporary financial difficulty. The "no risk" cases are handled by SSO, leaving the "emerging risk" to "high risk" to be serviced by FSCs. In future, FSCs are expected to collaborate with other organisation as part of the social network system to run the intervention programme, not only involving case management but also community works.

Currently FSCs were running community support group on a yearly basis which was regarded as not effective. PRFSC's programmes such as "rara", "EEE" and "kid's connect" would not receive any funding from Mar 2014 onwards. Thereon under the new structure, PRFSC will have to study among the clients to see if there are common needs and the type of short-term support groups and community work programmes required to help this group of people. Future funding will be based on actual number of case work and number of sessions conducted with a unique identification number for each client. Things can get complicated and there is a need to equip the staff to meet such challenges because of the new requirement and the new structure. There is another challenge faced by the staff to learn new skills on top of the above changes – the centralised electronic case management system known as "MSF Snap". All case works data will be migrated to the new system, though fully funded. Concerning the decision on St Stephen School afterschool care contract which was expired but extended to Dec 2014, changing from half-day to full day programme, Peter hope that GNCS can make a decision whether to continue, paying attention to the staffing and administrative support requirement.

In conclusion, he felt that Year 2015 is critical for PRFSC with Year 2014 in transition.

Fay expressed her views from the staff's perspective, the role played by FSC.

With regard to a question of KPI adopted by FSC, Peter explained that one of the KPI would be the level of expertise involved in dealing with Group 2, 3, and 4 categories with Group 4 being more difficult and more complex. The other KPI would be the outcome measurement of complex cases such as those under Group 4 that the risk level did not escalate.

In fact, President together with TH and PC had met MSF officials and reminded ourselves not to be overly concerned about funding issues but rather focus on meeting the needs of the community. The tweaking of the KPI can be imminent but unlikely to be major. MSF had shown a KPI table consisting of other FSCs as well and judging from the criteria, they were very basic and MSF's focus was to meet the need of the community.

6.2 Sonshine Childcare Centre (SCC)

Umaglia K Sangeeta sent her apology for not attending the Annual

MC

General Meeting.

President reported the successful recruitment of the Centre's Supervisor after a long search of 6~8months. She is UK Sangeeta. The past Supervisor, Nancy has been holding the fort for the past 17 years but with frequent changes of administrator. After Nancy left and at the same time with a change of administrator the handing over and taking over procedures were left in a limbo. As such there will be more work for the Auditor as well.

The new Supervisor settled in not only with the administrative load to clear but also the high teacher turnover to overcome. The Supervisor is currently busy with the recruitment of teachers but it can be tough with current tight teacher supply for childcare sector.

6.3 Commonwealth Student Care Centre (CSCC)

Tiong Siew Ing sent her apology for not attending the Annual General Meeting.

President commended Siew Ing for doing a good job at CSCC.

However the situation for the coming weeks was no good with the teacher going on leave and the cook/cleaner resigned. There is an urgent need to get suitable replacement.

7.0 ANY OTHER MATTERS

7.1 Sub-committees

TH raised the subject on establishing a Audit Committee which was briefly mentioned in previous MOM item 4.0. He elaborated that it required someone with professional accounting background and KE had approached Tim Ng to chair the committee. Together with Tim and KE, they are developing the terms of reference (TOR) and will present to the MC for consideration. KE added that the TOR will be confirmed by the next two MC meetings in Oct 2014 after the MC has deliberated on it. This is also in line with the reply to NCSS's survey that the Audit Committee will be formed by Oct 2014 complete with TOR. As there was no objection from all present, the President thanked all for their effort.

President added that there was one other sub-committee yet to be set up – training (for which KE termed it as “Program and Services”) and it is still work in progress. KE planned to firm up the TOR by Oct also and currently in consultation with Christopher Krishnasamy on this subject.

KE

[Post meeting note: As the EXCO is currently overseeing the training, program and services, there is no urgent need to set up the committee]

TH mentioned in passing on setting up of HR Committee.

President cautioned that one of the problems of small membership base of a small organisation was that it's a challenge to find enough people to work on the committees.

7.2 Data Protection Policy

JT raised a question on the Centres' compliance with the PDPA 2012, PC explained that in practice PRFSC is in compliance in that clients are required to sign a consent form to allow PRFSC to disclose their personal data to other agencies which is allowed under NCSS's guidelines. KE further elaborated that bearing in mind the Act will be enforced from 2 Jul 2014, there is a need to put in place data

protection policy, procedures and the appointment of a Data Protection Officer (DPO). The whole process will take about 6 months to develop and it is too complex to discuss at this AGM. He suggested to discuss the topics separately at another meeting.

7.3 Allocation of Surpluses from PRFSC

President shared that there were consideration to set aside some of the surpluses for building fund and also setting up of scholarship and bursary schemes. But with the changing social service landscape, there is a need to relook at the whole issue and the MC has requested Peter Hui to study the allocation of the surpluses.

7.4 GNCS Membership issues

Patrick Low Kum Wah has requested to step down from the MC and his request was accepted with understanding, but regret. President thanked Patrick for his services.

His vacancy will be filled by Dui Sian Ling who agreed to be co-opted into the MC.

8.0 CLOSING PRAYER

There being no further issues to discuss, President closed the meeting with words of prayer.

Minutes recorded by:
Tay Khoon Eng

Minutes approved by:

Rev. Canon Daniel Tong
President

GOOD NEWS COMMUNITY SERVICES
Annual Report for Year Ended 31 December 2014

Good News Community Services ("GNCS") was set up in 23 April 1999 as a society. It was registered under the Charities Act on 29 September 2000. The Society changed its name from "Good News Community Services Centre" to "Good News Community Services" with effect from 18 April 2008.

Charity Registration Number : 01461

IPC Number : IPC000167

ROS Registration Number : ROS 0269/1998 [UEN: S99SS0015F]

Registered Address : 1 Francis Thomas Drive #02-17
Diocesan Centre Building
Singapore 359340

Management Committee : The Management Committee was elected at the Annual General Meeting held on 7 April 2013 for a term of 2 years

- 1) Tong Wee Hwa Daniel President
- 2) Leong Soon Kai Vice President
- 3) Tay Khoon Eng Honorary Secretary
- 4) Gan Tian Huat Honorary Treasurer
- 5) Peter Hui Kwok Thong Committee Member
- 6) Chelladurai Subasanran Committee Member
- 7) Tan Yi Ping Jacqueline Committee Member
- 8) Christopher Krishnasamy Committee Member
- 9) Soh Soon Heng Simon Committee Member

The following was elected to join the Management Committee was elected at the Annual General Meeting held on 27 April 2014 for a term of 1 year

- 10) Dui Sian Ling Committee Member

Banker : DBS and UOB

Auditor : M/s Subraco LLP

OBJECTIVE

The objective of the society is to initiate, assist and organize activities and scheme of social service for the alleviation of poverty, suffering, ignorance of ill-health whether physical or mental, without limitation of age, sex, race, nationality, religion or moral character, by the provision of assistance, education, training, service or counselling.

In furtherance, of the above objects, the Society may co-operate with recognised bodies, religion organizations and other welfare agencies, government or private, in conformity with the above objects.

POLICIES

Finance & Funding

The Society raise, receive, administer, invest or distribute funds and property for use as centres or homes for children, aged, sick or any other uses as may deemed necessary for the pursuit of the above objects.

Family Service Centre operations received funds from MSF/ NCSS, TBSSF, Comchest, and from public donations.

For the student care and childcare operations the centres collect fees from the students and clients and subsidies from ECDA.

In addition the centres received significant ongoing non-financial resource support from NCSS and ECDA for its operations.

REVIEW OF YEAR 2014

Refer to reports of each of the following centres:-

- 1) Pasir Ris Family Service Centre
- 2) Sonshine Childcare Centre
- 3) Commonwealth Student Care Centre

FUTURE PLANS AND COMMITMENTS

GNCS will explore the setting up of other child-care and before and after school care centres in new and developing estates, as well as the possibility of a counselling centre.

STATEMENT OF ACCOUNTS

Audited financial statement for the financial year ended 31 December 2014 of:-

- 1) Good News Community Services (incorporating the results of PRFSC, SCC and CCCC)
- 2) Pasir Ris Family Service Centre
- 3) Sonshine Childcare Centre
- 4) Commonwealth Student Care Centre

GOOD NEWS COMMUNITY SERVICES
(Incorporating the results of
Commonwealth Student Care Centre,
Sonshine Childcare Centre and
Pasir Ris Family Service Centre)

REPORT AND FINANCIAL STATEMENTS
31 DECEMBER 2014

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SUBRACO LLP
Public Accountants and
Chartered Accountants

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)

**STATEMENT BY MEMBERS OF THE GOOD NEWS COMMUNITY SERVICES
MANAGEMENT COMMITTEE**

In the opinion of the members of the Good News Community Services Management Committee, the financial statements of Good News Community Services (Incorporating the results of Commonwealth Student Care Centre, Sonshine Childcare Centre and Pasir Ris Family Service Centre) set out on pages 3 to 19 are drawn up in accordance with the provisions of the Societies Act, Cap 311, The Charities Act, Cap 37 and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of Good News Community Services (Incorporating the results of Commonwealth Student Care Centre, Sonshine Childcare Centre and Pasir Ris Family Service Centre) as at 31 December 2014 and the results, changes in funds and cash flows of Good News Community Services (Incorporating the results of Commonwealth Student Care Centre, Sonshine Childcare Centre and Pasir Ris Family Service Centre) for the year then ended.

The Good News Community Services Management Committee authorised these financial statements for issue on 25 March 2015.

On behalf of the Good News Community Services Management Committee,

REV CANON TONG WEE HWA DANIEL
President

GAN TIAN HUAT
Honorary Treasurer

Singapore,
25 March 2015

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)

Report on the Financial Statements

We have audited the financial statements of Good News Community Services (the "Society") (Incorporating the results of Commonwealth Student Care Centre, Sonshine Childcare Centre and Pasir Ris Family Service Centre) set out on pages 3 to 19, which comprise the balance sheet as at 31 December 2014, and the statement of comprehensive income and expenditure, statement of changes in funds, and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management Committee's Responsibility for the Financial Statements

The Management Committee is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Societies Act, Cap 311 ("the Act"), the Singapore Charities Act, Chapter 37 (the "Charities Act") and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair statement of comprehensive income and expenditure and balance sheet and to maintain accountability of assets.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Act, the Charities Act and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Society as at 31 December 2014, and the results, changes in funds and cash flows of the Society for the year ended on that date.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required to be kept by the Society have been properly kept in accordance with the provisions of the Act.

During the course of our audit, nothing has come to our attention that causes us to believe during the year, the use of donation moneys was not in accordance with the objectives of the Society as required under regulation 16 of the Charities (Institute of a Public Character) Regulations.

SUBRACO LLP

Public Accountants and
Chartered Accountants

Singapore,
25 March 2015

Partner in charge of audit: Ann A Nargeswari
Effective from year ended 31 December 2014

GOOD NEWS COMMUNITY SERVICES(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)**BALANCE SHEET AS AT 31 DECEMBER 2014**

	<u>Note</u>	<u>2014</u> \$	<u>2013</u> \$
ASSETS			
Current assets			
School fees receivables		1,053	1,531
Other receivables	4	56,767	52,720
Other current assets	5	9,355	10,067
Cash and cash equivalents	6	5,124,961	4,434,649
		<u>5,192,136</u>	<u>4,498,967</u>
Non-current asset			
Plant and equipment	7	<u>32,058</u>	<u>62,945</u>
Total assets		<u>5,224,194</u>	<u>4,561,912</u>
LIABILITIES			
Current liabilities			
Other payables	8	110,299	80,207
Refundable deposits		<u>49,710</u>	<u>77,170</u>
Total liabilities		<u>160,009</u>	<u>157,377</u>
NET ASSETS		<u>5,064,185</u>	<u>4,404,535</u>
Represented by:			
FUNDS			
Unrestricted funds			
General funds		4,694,016	4,019,978
Restricted funds	9	<u>370,169</u>	<u>384,557</u>
TOTAL FUNDS		<u>5,064,185</u>	<u>4,404,535</u>

The notes set out on pages 9 to 19 form an integral part of these financial statements.

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)

**STATEMENT OF COMPREHENSIVE INCOME AND EXPENDITURE
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	<u>Note</u>	<u>2014</u> \$	<u>2013</u> \$
INCOME			
Primary-Tier funding grant from			
- MSF		525,748	519,167
- NCSS		105,150	121,736
- TBSSF		410,084	387,048
Secondary Casework and counselling funding from			
- MSF		134,153	92,671
- NCSS		26,831	20,357
- TBSSF		104,639	70,461
NCSS training grant		-	4,680
Programme fee and funding			
- Casework and counselling		41,392	50,483
- Children		175,030	373,881
- Enhanced Step Up		22,968	(593)
- HOPE Mentoring		70,429	58,034
Registration fees and others		6,620	8,160
School fees – Centre-based student care and childcare		407,106	498,835
School fees – School-based student care		57,980	69,320
School fees subsidies from CDC		-	1,127
School fees subsidies from ECDA		389,664	402,011
Amortisation of deferred capital grants	9	26,457	61,169
Holiday programmes		10,365	10,110
Income from school programme		15,066	18,318
Interest earned on autosave account		208	209
Interest earned on short term bank deposits		25,548	22,946
Donations		-	80
Dwelling Place Tuition programme income		880	620
Special employment credit		27,631	24,450
Wage credit scheme		36,352	-
WDA training allowance		-	11,078
Other income		15,004	19,165
Total income		2,635,305	2,845,523
EXPENDITURE			
Manpower			
Staff salaries and bonuses		1,389,100	1,451,752
Employer's CPF contribution and Skills Development Levy		193,294	204,374
Staff medical and insurance		17,448	20,816
Staff training		23,016	17,336
Staff welfare		10,108	9,396
		1,632,966	1,703,673

The notes set out on pages 9 to 19 form an integral part of these financial statements.

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)

**STATEMENT OF COMPREHENSIVE INCOME AND EXPENDITURE
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	<u>Note</u>	<u>2014</u> \$	<u>2013</u> \$
EXPENDITURE			
Other operating expenditure			
Accountancy fees		2,000	2,000
Accountancy fees – underprovision in respect of prior year		-	500
Advertisement		2,168	254
Auditors' remuneration			
- current year		12,600	11,600
- audit of hope mentoring programme		6,000	-
- underprovision in respect of prior year		-	400
- certification on statement of subsidy claims		1,800	1,800
- underprovision for certification on statement of subsidy claims in respect of prior year		1,700	-
Bad debts written off – other receivables		156	-
Bank charges		1,394	1,358
Depreciation of plant and equipment	7	32,015	72,686
Dwelling Place Tuition programme expenses		184	119
Food and beverages		33,201	34,358
General expenses		4,709	3,205
Holiday programme expenses		2,639	3,341
Honorarium		42,035	15,906
Insurance		3,983	4,319
License fees		1,011	511
Loss on disposal of plant and equipment		-	2,080
Maintenance of equipment		2,409	4,201
Maintenance of premises		12,894	10,921
Non-capitalised purchases		1,906	559
Non-funded programme expenses		9,046	14,565
Plant and equipment written off		570	-
Printing, stationery and postage		12,735	8,696
Programme expenses:			
- Casework and counselling		4,280	2,625
- Children		19,969	30,090
- Enhanced Step Up		2,141	1,890
- HOPE Mentoring		1,337	5,970
Refreshments		681	596
Rent and conservancy charges		43,939	43,910
Rental of equipment		10,350	6,613
Resource materials		28	-
Student healthcare and medical expenses		421	333
Teaching materials and toys		16,141	19,757
Telecommunication expenses		6,805	6,775
Transport		8,326	8,927
Utilities		26,728	32,203
		<u>328,301</u>	<u>353,068</u>

The notes set out on pages 9 to 19 form an integral part of these financial statements.

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)

**STATEMENT OF COMPREHENSIVE INCOME AND EXPENDITURE
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	<u>Note</u>	<u>2014</u> <u>\$</u>	<u>2013</u> <u>\$</u>
Total expenditure		1,961,267	2,056,741
SURPLUS FOR THE YEAR TRANSFERRED TO GENERAL FUND		674,038	788,782
NET SURPLUS/(DEFICIT) IN RESTRICTED FUNDS	9	(14,388)	(118,268)
TOTAL SURPLUS FOR THE YEAR		659,650	670,514

The notes set out on pages 9 to 19 form an integral part of these financial statements.

GOOD NEWS COMMUNITY SERVICES(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)**STATEMENT OF CHANGES IN FUNDS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	Unrestricted <u>funds</u> General <u>fund</u> \$	Restricted <u>funds</u> (Note 9) \$	Total \$
2014			
Balance at 1 January 2014	4,019,978	384,557	4,404,535
Surplus for the year	674,038	-	674,038
Receipts during the year	-	180,090	180,090
Expenditure for the year	-	(168,021)	(168,021)
Amortisation charged for the year	-	(26,457)	(26,457)
Net surplus/(deficit) for the year	674,378	(14,388)	659,650
Balance at 31 December 2014	4,694,016	370,169	5,064,185

	Unrestricted <u>funds</u> General <u>fund</u> \$	Restricted <u>Funds</u> (Note 9) \$	Total \$
2013			
Balance at 1 January 2013	3,231,196	502,825	3,734,021
Surplus for the year	788,782	-	788,782
Receipts during the year	-	85,476	85,476
Expenditure for the year	-	(142,575)	(142,575)
Amortisation charged for the year	-	(61,169)	(61,169)
Net surplus/(deficit) for the year	788,782	(118,268)	670,514
Balance at 31 December 2013	4,019,978	384,557	4,404,535

The notes set out on pages 9 to 19 form an integral part of these financial statements.

GOOD NEWS COMMUNITY SERVICES(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)**CASH FLOW STATEMENT****FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	<u>Note</u>	<u>2014</u> \$	<u>2013</u> \$
Cash flows from operating activities			
Surplus for the year		659,650	670,514
Adjustment for:			
Depreciation of plant and equipment	7	32,015	72,686
Loss on disposal of plant and equipment		-	2,080
Plant and equipment written off		570	-
Interest received		(25,756)	(23,155)
Surplus before working capital changes		666,479	722,125
Change in working capital:			
School fees receivable		478	(781)
Other receivables		(4,047)	(15,747)
Other current assets		712	19,429
Other payables		30,092	23,261
Refundable deposits		(27,460)	6,345
Cash generated from operations		666,254	754,632
Interest received		25,756	23,155
Net cash provided by operating activities		<u>692,010</u>	<u>777,787</u>
Cash flows from investing activities			
Purchases of plant and equipment	7	(1,698)	(50,409)
Proceeds from disposal of plant and equipment		-	200
Net cash used in investing activities		<u>(1,698)</u>	<u>(50,209)</u>
Net increase in cash and cash equivalents		690,312	727,578
Cash and cash equivalents at the beginning of the year		<u>4,434,649</u>	<u>3,707,071</u>
Cash and cash equivalents at end of the year	6	<u>5,124,961</u>	<u>4,434,649</u>

The notes set out on pages 9 to 19 form an integral part of these financial statements.

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1 GENERAL INFORMATION

Good News Community Services (the "Society") is registered under the Societies Act, Cap. 311 and is a Charity domiciled in Singapore (UEN No. S99SS0015F). The registered office of the Society is located at 1 Francis Thomas Drive, #02-17, Singapore 359340.

The principal activities of the Society are to provide education, supervision care for young children, student care services, counselling services and family life education programmes targeted at parents, married couples, youths and families.

The financial statements of the Society incorporates the results of Commonwealth Student Care Centre, Sonshine Childcare Centre and Pasir Ris Family Service Centre.

In the financial statements, CDC, CPF, ECDA, NCSS, MSF, TBSSF and WDA represent Community Development Council, Central Provident Fund, Early Childhood Development Agency, National Council of Social Service, Ministry of Social and Family Development, Tote Board Social Service Fund and Singapore Workforce Development Agency.

2 SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS"). The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with FRS requires the Management Committee to exercise its judgement in the process of applying the Society's accounting policies. It also requires the use of certain critical accounting estimates and assumptions. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 3.

During the financial year, the Society adopted all relevant, new or amended FRS and Interpretations to FRS ("INT FRS") which are effective for annual periods beginning on or after 1 January 2013. The adoption of these new and amended FRS and INT FRS did not result in substantial changes to the Society's accounting policies and had no material effect on the amounts reported for the current period.

The Society has not adopted the following standards and interpretations that have been issued but not yet effective:

Description	Effective for annual periods beginning on or after
Amendments to FRS 32: Offsetting of Financial Assets and Financial Liabilities	1 January 2014
Amendments to FRS 36: Recoverable Amount Disclosures for Non-Financial Assets	1 January 2014
Amendments to FRS 19: Defined Benefit Plans: Employees Contributions	1 July 2014
Amendments to FRS 16 and FRS 38: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to FRS 1: Disclosure Initiative	1 January 2016
FRS 115 Revenue from Contracts with Customers	1 January 2017
<u>Improvements to FRSs 2014</u>	
Amendment to FRS 16 Property, Plant and Equipment	1 July 2014
Amendment to FRS 24 Related Party Disclosures	1 July 2014

The Management Committee expect that the adoption of the standards and interpretations above will have no material impact on the financial statements in the period of initial application.

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Income recognition

Income is recognised to the extent that it can be reliably measured and it is probable that the economic benefits will flow to the Society.

- (i) Programme, school fees, subsidies from ECDA and tuition fees are recognised as revenue over the period the programmes are conducted and services are rendered.
- (ii) Operating grants received to meet the Society's operating expenses are recognised as income to match the related expenses and is accounted for on an accrual basis.
- (iii) Interest income is recognised on a time proportion basis using the effective interest method.
- (iv) Special employment credit, wage credit scheme and other income are recognised when received in the current financial year.

(c) Plant and equipment

(i) Measurement

Plant and equipment are initially recognised at cost and subsequently carried at cost less accumulated depreciation and accumulated impairment losses.

(ii) Components of costs

The cost of an item of plant and equipment initially recognised includes its purchase price and any cost that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the Management Committee.

(iii) Depreciation

Depreciation of plant and equipment is calculated using the straight line method to allocate their depreciable amounts over their estimated useful lives at the following annual rates:

Computers	100%
Furniture and fittings	20%
Office equipment	20%
Renovation	20%

The residual values and useful lives of plant and equipment are reviewed, and adjusted as appropriate, at each balance sheet. The effects of any revision of the residual values and useful lives are recognised in the statement of comprehensive income and expenditure when the changes arise.

Fully depreciated assets are retained in the financial statements until they are no longer in use.

(iv) Subsequent expenditure

Subsequent expenditure relating to plant and equipment that has already been recognised is added to the carrying amount of the asset only when it is probable that future economic benefits associated with the item will flow to the Society and the cost of the item can be measured reliably. All other repair and maintenance expenses are recognised in the statement of comprehensive income and expenditure when incurred.

(v) Disposal

On disposal of an item of plant and equipment, the difference between the disposal proceeds and its carrying amount is recognised in the statement of comprehensive income and expenditure in the year the asset is derecognised.

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
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NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Impairment of non-financial assets – Plant and equipment

Plant and equipment is tested for impairment whenever there is any objective evidence or indication that the assets may be impaired.

For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash inflows that are largely independent of those from other assets. If this is the case, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If the recoverable amount of the asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount.

The difference between the carrying amount and recoverable amount is recognised as an impairment loss in the statement of comprehensive income and expenditure, unless the asset is carried at revalued amount, in which case, such impairment loss is treated as a revaluation decrease.

An impairment loss for an asset is reversed only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. The carrying amount of this asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortisation or depreciation) had no impairment loss been recognised for the asset in prior years.

A reversal of impairment loss for an asset is recognised in the statement of comprehensive income and expenditure, unless the asset is carried at revalued amount, in which case, such reversal is treated as a revaluation increase. However, to the extent that an impairment loss on the same revalued asset was previously recognised as an expense, a reversal of that impairment is also recognised in profit or loss.

(e) Financial assets

The Society classifies the following financial assets as loans and receivables and are presented in the balance sheet as follows:

- (i) cash and cash equivalents; and
- (ii) school fees receivables, other receivables and deposits.

Financial assets are recognised when, and only when, the Society becomes a party to the contractual provisions of the financial instrument. The Society determines the classification of its financial assets at initial recognition.

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method, less impairment. Gains and losses are recognised in the statement of comprehensive income and expenditure when the loans and receivables are derecognised or impaired and through the amortisation process.

(f) Impairment of financial assets

The Society assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired and recognises an allowance for impairment when such evidence exists.

Loans and receivables

Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy and default or significant delay in payments are objective evidence that these financial assets are impaired.

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
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NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) Impairment of financial assets (continued)

The carrying amount of these assets is reduced through the use of an impairment allowance account which is calculated as the difference between the carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. When the asset becomes uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are recognised against the same line item in the statement of comprehensive income and expenditure.

The impairment allowance is reduced through income or expenditure in a subsequent period when the amount of impairment loss decreases and the related decrease can be objectively measured. The carrying amount of the asset previously impaired is increased to the extent that the new carrying amount does not exceed the amortised cost had no impairment been recognised in prior periods.

(g) Financial liabilities

Financial liabilities includes other payables and refundable deposits.

Financial liabilities are recognised when, and only when, the Society becomes a party to the contractual provisions of the financial instrument. The Society determines the classification of its financial liabilities at initial recognition. Financial liabilities are initially recognised at fair value of consideration received less directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

Gains and losses are recognised in the statement of comprehensive income and expenditure when the liabilities are derecognised and through the amortisation process. A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

(h) Cash and cash equivalents

For the purposes of the cash flow statements, cash and cash equivalents comprise of short term bank deposits, cash in hand and bank balances.

(i) Fund

Unrestricted funds are available for use at the discretion of the Management Committee in furtherance of the general objectives of the Centre.

Restricted funds are subject to restriction on the expenditure imposed by the donor or through the terms of the fund raised.

An expense resulting from the operating activities of a fund that is directly attributable to the fund is charged to that fund. Common expenses, if any, are allocated on a reasonable basis to the funds based on a method most suitable to that common expense.

(j) Government grants

Grants from the government to meet the Society's operating expenses are recognised as income to match the related operating expenditure.

Government grants for the purchase of depreciable assets are taken to the deferred capital grant account. The grants are recognised as income over the useful lives of the related assets to match the depreciation of those assets.

Both operating and capital grants are accounted for on an accrual basis and where there is reasonable assurance that they will be received and the conditions attached to them will be complied with.

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
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NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)**(k) Operating leases**

Leases of assets in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are taken to the statement of comprehensive income and expenditure on a straight line basis over the period of the lease.

When an operating lease is terminated before the lease period has expired, any payment required to be made to the lessor by way of penalty is recognised as an expense in the period in which termination takes place.

(l) Employee benefits - defined contribution plans

The Society makes contributions to the state provident fund known as Central Provident Fund (CPF). CPF contributions are recognised as compensation expense in the same period as the employment that gives rise to the contributions.

(m) Functional and presentation currency

The Management Committee has determined the currency of the primary economic environment in which the Society operates to be Singapore Dollar ("the functional currency"). The financial statements are presented in Singapore Dollar which is the Society's functional and presentation currency.

3 CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Society makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

4 OTHER RECEIVABLES

	<u>2014</u>	<u>2013</u>
	\$	\$
Fixed deposit interest receivable	14,552	10,282
Amount due from Diocese of Singapore	540	-
Programme fund receivable from MSF	33,680	28,996
Programme fund receivable from NCSS	3,007	3,337
School fees subsidies receivable from ECDA	600	150
Training allowance receivable from WDA	-	9,118
Others	4,388	837
	<u>56,767</u>	<u>52,720</u>

GOOD NEWS COMMUNITY SERVICES(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)**NOTES TO THE FINANCIAL STATEMENTS****31 DECEMBER 2014****5 OTHER CURRENT ASSETS**

	<u>2014</u>	<u>2013</u>
	<u>\$</u>	<u>\$</u>
Deposits	6,338	6,968
Prepayments	3,017	3,099
	<u>9,355</u>	<u>10,067</u>

6 CASH AND CASH EQUIVALENTS

	<u>2014</u>	<u>2013</u>
	<u>\$</u>	<u>\$</u>
Cash and bank balances:		
Bank balances	1,450,550	1,332,515
Cash in hand	4,500	4,500
	<u>1,455,050</u>	<u>1,337,015</u>
Short term bank deposits	3,669,911	3,097,634
	<u>5,124,961</u>	<u>4,434,649</u>

Short term bank deposits at the balance sheet date have an average maturity of 7 months (2013: 7 months) from the end of the financial year with weighted average effective interest rate of 0.93% (2013: 0.75%) per annum.

7 PLANT AND EQUIPMENT

	<u>Computers</u>	<u>Furniture and fittings</u>	<u>Office equipment</u>	<u>Renovation</u>	<u>Total</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
<u>2014</u>					
Cost					
At 01.01.2014	34,633	137,036	68,315	225,628	465,611
Additions	1,698	-	-	-	1,698
Disposal	-	-	(900)	-	(900)
At 31.12.2014	<u>36,331</u>	<u>137,036</u>	<u>67,415</u>	<u>225,628</u>	<u>466,409</u>
Accumulated depreciation					
At 01.01.2014	34,633	132,063	32,407	203,563	402,666
Charge for the year	1,140	4,590	8,643	17,642	32,015
Disposal	-	-	(330)	-	(330)
At 31.12.2014	<u>35,773</u>	<u>136,653</u>	<u>40,720</u>	<u>221,205</u>	<u>434,351</u>
Net carrying amount					
At 31.12.2014	<u>558</u>	<u>382</u>	<u>26,695</u>	<u>4,423</u>	<u>32,058</u>

GOOD NEWS COMMUNITY SERVICES(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)**NOTES TO THE FINANCIAL STATEMENTS****31 DECEMBER 2014****7 PLANT AND EQUIPMENT (continued)**

	<u>Computers</u>	<u>Furniture and fittings</u>	<u>Office equipment</u>	<u>Renovation</u>	<u>Total</u>
	\$	\$	\$	\$	\$
2013					
Cost					
At 01.01.2013	35,220	137,035	57,197	225,628	455,080
Additions	16,490	-	33,919	-	50,409
Disposal	-	-	(22,801)	-	(22,801)
Transfer	(17,077)	-	-	-	(17,077)
At 31.12.2013	34,633	137,035	68,315	225,628	465,611
Accumulated Depreciation					
At 01.01.2013	35,220	119,051	43,314	169,993	367,578
Charge for the year	16,490	13,012	9,614	33,570	72,686
Disposal	-	-	(20,521)	-	(20,521)
Transfer	(17,077)	-	-	-	(17,077)
At 31.12.2013	34,633	132,063	32,407	203,563	402,666
Net carrying amount					
At 31.12.2013	-	4,972	35,908	22,065	62,945

8 OTHER PAYABLES

	<u>2014</u>	<u>2013</u>
	\$	\$
Accrued operating expenses	76,106	71,900
Amount to be refunded to MSF	8,100	-
Grant received in advance from MSF	17,991	-
School fees received in advance	5,216	5,320
Others	2,886	2,987
	<u>110,299</u>	<u>80,207</u>

9 RESTRICTED FUNDS

	<u>Balance at 01.01.2014</u>	<u>Receipts</u>	<u>Expenditure</u>	<u>Amortisation</u>	<u>Balance at 31.12.2014</u>
	\$	\$	\$	\$	\$
2014					
Bursary fund	8,000	-	-	-	8,000
Deferred capital donations/ Grants	29,589	769	-	(26,457)	3,901
Dwelling place tuition fund	1,834	-	-	-	1,834
Economic downturn assistance fund	8,800	-	(2,100)	-	6,700
Elderly fund	48,320	-	(1,000)	-	47,320
Family Service Centre (FSC) Comcare fund	4,700	6,400	(6,100)	-	5,000

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014
9 RESTRICTED FUNDS (continued)

	Balance at 01.01.2014	Receipts	Expenditure	Amortisation	Balance at 31.12.2014
	\$	\$	\$	\$	\$
2014					
Financial assistance fund	16,309	-	(1,879)	-	14,430
Five loaves and two fish fund	21,348	25,853	(20,627)	-	26,574
Milk fund	2,500	-	(2,500)	-	-
North East Essential Relief (NEER) fund	1,310	-	(220)	-	1,090
Property maintenance fund	13,014	-	-	-	13,014
Renovation fund	113,989	-	-	-	113,989
Sinking fund	102,550	-	-	-	102,550
School pocket money fund	8,112	147,068	(133,595)	-	21,585
Staff training fund	4,182	-	-	-	4,182
	384,557	180,090	(168,021)	(26,457)	370,169

	Balance at 01.01.2013	Receipts	Expenditure	Amortisation	Balance at 31.12.2013
	\$	\$	\$	\$	\$
2013					
Bursary fund	8,000	-	-	-	8,000
Deferred capital donations/Grants	75,287	15,471	-	(61,169)	29,589
Dwelling place tuition fund	1,834	-	-	-	1,834
Elderly fund	48,410	-	(90)	-	48,320
Economic downturn assistance fund	9,500	-	(700)	-	8,800
Financial assistance fund	17,211	-	(902)	-	16,309
Family Service Centre (FSC) Comcare fund	9,600	2,400	(7,300)	-	4,700
Five loaves and two fish fund	20,763	12,375	(11,790)	-	21,348
Milk fund	2,500	10,000	(10,000)	-	2,500
North East Essential Relief (NEER) fund	1,780	-	(470)	-	1,310
School pocket money fund	74,205	45,230	(111,323)	-	8,112
Property maintenance fund	13,014	-	-	-	13,014
Renovation fund	113,989	-	-	-	113,989
Sinking fund	102,550	-	-	-	102,550
Staff training fund	4,182	-	-	-	4,182
	502,825	85,476	(142,575)	(61,169)	384,557

The various funds were established for the following purposes:

Bursary fund - to grant bursary to children of needy families at Sonshine Childcare Centre.

Deferred capital donations/grants - to reflect the corresponding credit of the capitalised plant and equipment which were financed from government grants and the renovation fund. The deferred capital donations/grants would be amortised over a period between one to five years to match the estimated useful lives of the capitalised plant and equipment.

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

9 RESTRICTED FUNDS (continued)

Dwelling place tuition fund – for the publicity of the tuition programme, holiday outings for the students, and also for future development of the tuition work at Commonwealth Student Care Centre.

Economic downturn assistance fund – to provide financial aid to people in the Pasir Ris community directly affected by retrenchment or loss of employment by Pasir Ris Family Service Centre.

Elderly fund - to be used by Pasir Ris Family Service Centre for the work of elderly care.

Family Service Centre Comcare Fund – the fund is to provide immediate assistance to needy individuals and families who require financial help for urgent basis needs at the Pasir Ris Family Service Centre.

Financial assistance fund – to help needy families to reduce their burden in meeting school fees payable to Good News Community Services.

Five loaves and two fish fund – to provide groceries and other daily essentials for families seeking help because of financial difficulties or loss of employment at the Pasir Ris Family Service Centre.

Milk Fund – the fund is to provide financial assistance to student for educational purposes at the Pasir Ris Family Service Centre.

North East Essential Relief (NEER) Fund – to provide provisions as well as transport assistance to needy residents at the Pasir Ris Family Service Centre.

Property maintenance fund - for the upkeep and repairs on the premises occupied by Sonshine Childcare Centre.

Renovation fund - for capital expenditure to be incurred for major replacements and repairs of Pasir Ris Family Service Centre.

School Pocket Money Fund – the fund is to provide pocket money for school children of needy families at the Pasir Ris Family Service Centre

Sinking fund - for capital expenditure to be incurred for major replacements, repairs and cyclical maintenance of Sonshine Childcare Centre.

Staff training fund - to provide training subsidies for teachers of Sonshine Childcare Centre attending training institutions.

10 LEASE COMMITMENTS

The future aggregate minimum lease payments under non-cancellable operating leases in respect of the rental of photocopiers and lease of premise contracted for at the balance sheet date but not recognised as liabilities, is as follows:

	<u>2014</u>	<u>2013</u>
	<u>\$</u>	<u>\$</u>
Not later than one year	3,120	8,828
Later than one year but not later than five years	11,180	-
	<u>14,300</u>	<u>8,828</u>

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)

NOTES TO THE FINANCIAL STATEMENTS 31 DECEMBER 2014

11 TAX-EXEMPT RECEIPTS

The Society is an Institution of Public Character (IPC). The IPC status was renewed for 3 years with effect from 1 July 2012 to 30 June 2015. Tax-exempt receipts issued for donations during the year amounted to \$21,991 (2013: \$12,375).

12 INCOME TAX

The Society is a recognised Charity under the Charities Act, Chapter 37 and is exempted from income tax.

13 RELATED PARTY TRANSACTIONS

Included in the expenditure are compensation paid to key management personnel, comprising of the Heads of the Service Centres as follows:

Key management compensation

	<u>2014</u>	<u>2013</u>
	\$	\$
Salaries, bonuses and employer's CPF contribution	184,300	199,009
	<u>2014</u>	<u>2013</u>
Number of key management in remuneration bands:		
\$50,000 - \$100,000	2	1
Below or equal to \$50,000	2	3
	<u>4</u>	<u>4</u>

Members of the Management Committee did not receive any remuneration for their services.

14 CAPITAL MANAGEMENT

The primary objective of the Society's capital management is to safeguard its assets; to effectively and efficiently manage the usage of available capital resources towards supporting the Society's principal and related activities, and ensuring long-term financial sustainability. The Society's overall strategy remains unchanged from 2013.

15 FINANCIAL RISK INSTRUMENTS

(a) Risk management

The Society's operations do not expose itself to any significant financial risk arising from financial instruments.

(b) Sensitivity analysis

The operation of the Society does not expose itself to any significant market risk. In view of this, the sensitivity analysis of market risk is not disclosed as the effect on the statement of comprehensive income and expenditure is considered not significant.

(c) Fair value

The carrying amounts of current financial assets and current financial liabilities recorded in the financial statements approximates their respective net fair values due to the relatively short term maturity of these financial instruments.

GOOD NEWS COMMUNITY SERVICES

(Incorporating the results of Commonwealth Student Care Centre,
Sonshine Childcare Centre and Pasir Ris Family Service Centre)

NOTES TO THE FINANCIAL STATEMENTS**31 DECEMBER 2014****16 COMPARATIVE FIGURES**

Certain comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.

	<u>Restated</u> <u>2013</u>	<u>Previous</u> <u>2013</u>
	\$	\$
Current liabilities		
Other payables	80,207	96,829
Restricted funds	<u>384,557</u>	<u>367,935</u>
	<u>464,764</u>	<u>464,764</u>

17 AUTHORISATION OF FINANCIAL STATEMENTS

The financial statements were authorised for issue in accordance with a resolution of the Management Committee of Goods News Community Services on 25 March 2015.

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of
Good News Community Services)

REPORT AND FINANCIAL STATEMENTS
31 DECEMBER 2014

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Notes to the Financial Statements	9 - 17

SUBRACO LLP
Public Accountants and
Chartered Accountants

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

**STATEMENT BY MEMBERS OF THE GOOD NEWS COMMUNITY
SERVICES MANAGEMENT COMMITTEE**

In the opinion of the members of the Good News Community Services Management Committee, the financial statements of Pasir Ris Family Service Centre (the "Centre") set out on pages 3 to 17 are drawn up in accordance with Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Centre as at 31 December 2014 and of the results, changes in funds and cash flows of the Centre for the year then ended.

The Good News Community Services Management Committee authorised these financial statements for issue on 25 March 2015.

On behalf of the Good News Community Services Management Committee,

REV CANON TONG WEE HWA DANIEL
President

GAN TIAN HUAT
Honorary Treasurer

Singapore,
25 March 2015

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
GOOD NEWS COMMUNITY SERVICES -
PASIR RIS FAMILY SERVICE CENTRE**

We have audited the accompanying financial statements of Pasir Ris Family Service Centre (the "Centre") (A Community Service Project of Good News Community Services) set out on pages 3 to 17, which comprise the balance sheet as at 31 December 2014, the statement of comprehensive income and expenditure, statement of changes in funds and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management Committee's Responsibility for the Financial Statements

The Management Committee is responsible for the preparation of financial statements that give a true and fair view in accordance with the Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair statement of comprehensive income and expenditure and balance sheet and to maintain accountability of assets.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the financial statements are properly drawn up in accordance with the Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Centre as at 31 December 2014 and the results, changes in funds and cash flows of the Centre for the year ended on that date.

SUBRACO LLP
Public Accountants and
Chartered Accountants

Singapore,
25 March 2015

Partner in charge of audit: Ann A Nargeswari
Effective from year ended 31 December 2014

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

BALANCE SHEET AS AT 31 DECEMBER 2014

	<u>Note</u>	<u>2014</u> \$	<u>2013</u> \$
ASSETS			
Current assets			
Other receivables	4	50,146	50,863
Other current assets	5	3,232	3,636
Cash and cash equivalents	6	4,224,254	3,582,107
		<u>4,277,632</u>	<u>3,636,606</u>
Non-current asset			
Plant and equipment	7	27,770	56,426
		<u>4,305,402</u>	<u>3,693,032</u>
Total assets			
LIABILITIES			
Current liabilities			
Other payables	8	112,054	90,723
Refundable deposits		-	2,860
		<u>112,054</u>	<u>93,583</u>
Total liabilities			
		<u>4,193,348</u>	<u>3,599,449</u>
NET ASSETS			
Represented by:			
FUNDS			
Unrestricted funds			
General fund		3,970,373	3,364,443
Restricted funds			
School pocket money fund		21,585	8,112
Specific assistance to clients	10	6,090	8,510
Other funds	11	195,300	218,384
		<u>222,975</u>	<u>235,006</u>
TOTAL FUNDS		<u>4,193,348</u>	<u>3,599,449</u>

The notes set out on pages 9 to 17 form an integral part of these financial statements.

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

**STATEMENT OF COMPREHENSIVE INCOME AND EXPENDITURE
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

		2014			2013	
	Note	Total	Family	Student	Total	Family
		\$	Service	Care	\$	Service
			Centre	Centre		Centre
			\$	\$		\$
INCOME						
Primary-Tier funding grant from:						
- MSF		525,748	525,748	-	519,167	519,167
- NCSS		105,150	105,150	-	121,736	121,736
- TBSSF		410,084	410,084	-	387,048	387,048
Secondary Casework and counselling funding from:						
- MSF		134,153	134,153	-	92,671	92,671
- NCSS		26,831	26,831	-	20,357	20,357
- TBSSF		104,639	104,639	-	70,461	70,461
NCSS training grant		-	-	-	4,680	4,680
Programme fee and funding:						
- Casework and counselling		41,392	41,392	-	50,483	50,483
- Children		175,030	175,030	-	373,881	373,881
- Enhanced Step Up		22,968	22,968	-	(593)	(593)
- HOPE Mentoring		70,429	70,429	-	58,034	58,034
Amortisation of deferred capital donations/grants	11	25,210	25,210	-	60,581	60,581
Interest earned on						
- autosave account		174	174	-	181	181
- fixed deposit account		22,225	22,225	-	19,269	19,269
School-based student care						
- School fees		57,980	-	57,980	69,320	-
- Registration fees and others		440	-	440	1,190	-
Special employment credit		8,024	4,610	3,414	5,989	3,034
WDA training allowance		-	-	-	11,078	11,078
Wage credit scheme		20,403	18,508	1,895	-	-
Other income		9,257	9,127	130	11,488	11,332
Total income		1,760,137	1,696,278	63,859	1,877,021	1,803,400
EXPENDITURE						
Manpower						
Staff salaries and bonuses		849,746	797,951	51,795	860,822	811,660
Employer's CPF contribution and Skills Development Levy		120,532	115,769	4,763	125,146	120,101
Staff medical and insurance		9,112	8,317	795	9,537	8,939
Staff training		21,760	21,760	-	16,449	16,449
Staff welfare		8,438	8,353	85	7,384	7,289
		1,009,588	952,150	57,438	1,019,338	964,438
						54,900

The notes set out on pages 9 to 17 form an integral part of these financial statements.

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

**STATEMENT OF COMPREHENSIVE INCOME AND EXPENDITURE
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	Note	Total \$	2014 Family Service Centre \$	Student Care Centre \$	Total \$	2013 Family Service Centre \$	Student Care Centre \$
EXPENDITURE							
Other operating expenditure							
Accountancy fees		1,160	1,160	-	1,675	1,675	-
Auditors' remuneration for:							
- current year		7,464	7,464	-	7,036	7,036	-
- audit of hope mentoring programme		6,000	6,000	-	-	-	-
- underprovision in respect of prior year		-	-	-	400	400	-
Bad debts written off - school fees receivables		156	-	156	-	-	-
Bank charges		830	811	19	826	805	21
Depreciation of plant and equipment	7	28,656	28,656	-	69,996	69,996	-
General expenses		3,460	3,460	-	929	929	-
Honorarium		614	614	-	1,018	1,018	-
Insurance		1,907	1,735	172	2,329	2,155	174
License fees		323	323	-	314	314	-
Loss on disposal of plant and equipment		-	-	-	2,080	2,080	-
Maintenance of equipment		1,714	1,714	-	3,440	3,440	-
Maintenance of premises		2,612	2,612	-	4,253	4,253	-
Non-capitalised purchases		1,662	1,662	-	950	950	-
Printing, stationery and postage		5,865	5,801	64	4,844	4,606	238
Programme expenses:							
- Casework and counselling		4,280	4,280	-	2,625	2,625	-
- Children		19,969	19,969	-	30,090	30,090	-
- Enhanced Step Up		2,141	2,141	-	1,890	1,890	-
- HOPE Mentoring		1,337	1,337	-	5,970	5,970	-
Non-funded programme fees		9,046	9,046	-	14,565	14,565	-
Refreshments		681	681	-	596	596	-
Rent and conservancy charges		15,012	14,217	795	14,983	14,188	795
Rental of equipment		6,845	6,845	-	3,955	3,955	-
Resource materials		28	28	-	-	-	-
Telecommunication expenses		4,315	4,092	223	4,009	3,681	328
Transport		7,919	6,203	1,716	8,117	6,524	1,593
Utilities		10,623	10,391	232	15,014	14,806	208
		144,619	141,242	3,377	201,904	198,547	3,357
Total expenditure		1,154,207	1,093,391	60,816	1,221,242	1,162,985	58,257
SURPLUS FOR THE YEAR		605,930	602,886	3,044	655,779	640,415	15,364

The notes set out on pages 9 to 17 form an integral part of these financial statements.

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

**STATEMENT OF COMPREHENSIVE INCOME AND EXPENDITURE
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	<u>Note</u>	<u>Total</u> \$	<u>2014 Family Service Centre</u> \$	<u>Student Care Centre</u> \$	<u>Total</u> \$	<u>2013 Family Service Centre</u> \$	<u>Student Care Centre</u> \$
SURPLUS FOR THE YEAR TRANSFERRED TO GENERAL FUND		605,930	602,886	3,044	655,779	640,415	15,364
NET SURPLUS/(DEFICIT) IN RESTRICTED FUNDS							
School pocket money fund		13,473	13,473	-	(66,093)	(66,093)	
Specific assistance to clients	10	(2,420)	(2,420)	-	(5,370)	(5,370)	
Other funds	11	(23,084)	(23,084)	-	(49,310)	(49,310)	-
		(12,031)	(12,031)	-	(120,773)	(120,773)	-
TOTAL SURPLUS FOR THE YEAR		593,899	590,855	3,044	535,006	519,642	15,364

The notes set out on pages 9 to 17 form an integral part of these financial statements.

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

STATEMENT OF CHANGES IN FUNDS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

	Unrestricted Funds General fund \$	School pocket money fund \$	Restricted Funds Specific assistance to clients \$	Other funds (Note 9) \$	Total \$
Balance at 1 January 2014	3,364,443	8,112	8,510	218,384	3,599,449
Surplus for the year	605,930	-	-	-	605,930
Receipts during the year	-	147,068	6,400	25,853	179,321
Expenditure for the year	-	(133,595)	(8,820)	(23,727)	(166,142)
Amortisation charged for the year	-	-	-	(25,210)	(25,210)
Net surplus for the year	605,930	13,473	(2,420)	(23,084)	593,899
Balance at 31 December 2014	3,970,373	21,585	6,090	195,300	4,193,348

	Unrestricted Funds General fund \$	School pocket money fund \$	Restricted Funds Specific assistance to clients \$	Other funds (Note 9) \$	Total \$
Balance at 1 January 2013	2,708,664	74,205	13,880	267,694	3,064,443
Surplus for the year	655,779	-	-	-	655,779
Receipts during the year	-	45,230	12,400	23,851	81,481
Expenditure for the year	-	(111,323)	(17,770)	(12,580)	(141,673)
Amortisation charged for the year	-	-	-	(60,581)	(60,581)
Net surplus/(deficit) for the year	655,779	(66,093)	(5,370)	(49,310)	535,006
Balance at 31 December 2013	3,364,443	8,112	8,510	218,384	3,599,449

The notes set out on pages 9 to 17 form an integral part of these financial statements.

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

CASH FLOW STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

	<u>Note</u>	<u>2014</u>	<u>2013</u>
		<u>\$</u>	<u>\$</u>
Cash flows from operating activities			
Total surplus for the year		593,899	535,006
Adjustment for:			
Depreciation of plant and equipment	7	28,656	69,996
Loss on disposal of plant and equipment		-	2,080
Interest received		(22,399)	(19,450)
Surplus before working capital changes		600,156	587,632
Change in working capital:			
Other receivables		717	(15,317)
Other current assets		404	19,222
Other payables		21,331	19,323
Refundable deposits		(2,860)	130
Cash generated from operations		619,748	610,990
Interest received		22,399	19,450
Net cash provided by operating activities		<u>642,147</u>	<u>630,440</u>
Cash flows from investing activities			
Proceeds from disposal of plant and equipment		-	200
Purchases of plant and equipment	7	-	(46,414)
Net cash used in investing activities		<u>-</u>	<u>(46,214)</u>
Net increase in cash and cash equivalents		<u>642,147</u>	<u>584,226</u>
Cash and cash equivalents at the beginning of the year		<u>3,582,107</u>	<u>2,997,881</u>
Cash and cash equivalents at end of the year	6	<u>4,224,254</u>	<u>3,582,107</u>

The notes set out on pages 9 to 17 form an integral part of these financial statements.

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1 GENERAL INFORMATION

The Pasir Ris Family Service Centre is a community service project of Good News Community Services, which is registered with the Registry of Societies. The Pasir Ris Family Service Centre is located at Blk 256, Pasir Ris Street 21, #01-289, Singapore 510256.

The principal activities of the Centre are to provide student care services, counselling services and family life education programmes targeted at parents, married couples, youths and families.

In the financial statements, CDC, CPF, NCSS, MSF, TBSSF and WDA represent Community Development Council, Central Provident Fund, National Council of Social Service, Ministry of Social and Family Development, Tote Board Social Service Fund and Singapore Workforce Development Agency.

2 SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS"). The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with FRS requires management to exercise its judgement in the process of applying the Centre's accounting policies. It also requires the use of certain critical accounting estimates and assumptions. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 3.

During the financial year, the Centre adopted all relevant, new or amended FRS and Interpretations to FRS ("INT FRS") which are effective for annual periods beginning on or after 1 January 2014. The adoption of these new and amended FRS and INT FRS did not result in substantial changes to the Centre's accounting policies and had no material effect on the amounts reported for the current period.

The Centre has not adopted the following standards and interpretations that have been issued but not yet effective:

Description	Effective for annual periods beginning on or after
Amendments to FRS 32: Offsetting of Financial Assets and Financial Liabilities	1 January 2014
Amendments to FRS 36: Recoverable Amount Disclosures for Non-Financial Assets	1 January 2014
Amendments to FRS 19: Defined Benefit Plans: Employees Contributions	1 July 2014
Amendments to FRS 16 and FRS 38: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to FRS 1: Disclosure Initiative	1 January 2016
FRS 115 Revenue from Contracts with Customers	1 January 2017
<u>Improvements to FRSs 2014</u>	
Amendment to FRS 16 Property, Plant and Equipment	1 July 2014
Amendment to FRS 24 Related Party Disclosures	1 July 2014

The Management Committee expect that the adoption of the standards and interpretations above will have no material impact on the financial statements in the period of initial application.

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Income recognition

Income is recognised to the extent that it can be reliably measured and it is probable that the economic benefits will flow to the Centre.

- (i) Programme and school fees are recognised as revenue over the period the programmes are conducted and services are rendered.
- (ii) Operating grants received to meet the Centre's operating expenses are recognised as income to match the related expenses and is accounted for on an accrual basis.
- (iii) Interest income is recognised on a time proportion basis using the effective interest method.
- (iv) Special employment credit, wage credit scheme and other income are recognised when received in the current financial year.

(c) Plant and equipment

(i) Measurement

Plant and equipment are initially recognised at cost and subsequently carried at cost less accumulated depreciation and accumulated impairment losses.

(ii) Components of costs

The cost of an item of plant and equipment initially recognised includes its purchase price and any cost that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the Management Committee.

(iii) Depreciation

Depreciation of plant and equipment is calculated using the straight line method to allocate their depreciable amounts over their estimated useful lives at the following annual rates:

Computers	100%
Furniture and fittings	20%
Office equipment	20%
Renovation	20%

The residual values and useful lives of plant and equipment are reviewed, and adjusted as appropriate, at each balance sheet. The effects of any revision of the residual values and useful lives are recognised in the statement of comprehensive income and expenditure when the changes arise.

Fully depreciated assets are retained in the financial statements until they are no longer in use.

(iv) Subsequent expenditure

Subsequent expenditure relating to plant and equipment that has already been recognised is added to the carrying amount of the asset only when it is probable that future economic benefits associated with the item will flow to the Centre and the cost of the item can be measured reliably. All other repair and maintenance expenses are recognised in the statement of comprehensive income and expenditure when incurred.

(v) Disposal

On disposal of an item of plant and equipment, the difference between the disposal proceeds and its carrying amount is recognised in the statement of comprehensive income and expenditure in the year the asset is derecognised.

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Impairment of non-financial assets – Plant and equipment

Plant and equipment is tested for impairment whenever there is any objective evidence or indication that the assets may be impaired.

For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash inflows that are largely independent of those from other assets. If this is the case, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If the recoverable amount of the asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount.

The difference between the carrying amount and recoverable amount is recognised as an impairment loss in the statement of comprehensive income and expenditure, unless the asset is carried at revalued amount, in which case, such impairment loss is treated as a revaluation decrease.

An impairment loss for an asset is reversed only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. The carrying amount of this asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortisation or depreciation) had no impairment loss been recognised for the asset in prior years.

A reversal of impairment loss for an asset is recognised in the statement of comprehensive income and expenditure, unless the asset is carried at revalued amount, in which case, such reversal is treated as a revaluation increase. However, to the extent that an impairment loss on the same revalued asset was previously recognised as an expense, a reversal of that impairment is also recognised in profit or loss.

(e) Financial assets

The Centre classifies the following financial assets as loans and receivables and are presented in the balance sheet as follows:

- (i) cash and cash equivalents; and
- (ii) other receivables and deposits.

Financial assets are recognised when, and only when, the Centre becomes a party to the contractual provisions of the financial instrument. The Centre determines the classification of its financial assets at initial recognition.

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method, less impairment. Gains and losses are recognised in the statement of comprehensive income and expenditure when the loans and receivables are derecognised or impaired and through the amortisation process.

(f) Impairment of financial assets

The Centre assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired and recognises an allowance for impairment when such evidence exists.

Loans and receivables

Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy and default or significant delay in payments are objective evidence that these financial assets are impaired.

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) Impairment of financial assets (continued)

The carrying amount of these assets is reduced through the use of an impairment allowance account which is calculated as the difference between the carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. When the asset becomes uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are recognised against the same line item in profit or loss.

The impairment allowance is reduced through income or expenditure in a subsequent period when the amount of impairment loss decreases and the related decrease can be objectively measured. The carrying amount of the asset previously impaired is increased to the extent that the new carrying amount does not exceed the amortised cost had no impairment been recognised in prior periods.

(g) Financial liabilities

Financial liabilities includes other payables and refundable deposits.

Financial liabilities are recognised when, and only when, the Centre becomes a party to the contractual provisions of the financial instrument. The Centre determines the classification of its financial liabilities at initial recognition. Financial liabilities are initially recognised at fair value of consideration received less directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

Gains and losses are recognised in the statement of comprehensive income and expenditure when the liabilities are derecognised and through the amortisation process. A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

(h) Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise of short term bank deposits, cash in hand and bank balance.

(i) Fund

Unrestricted funds are available for use at the discretion of the Management Committee in furtherance of the general objectives of the Centre.

Restricted funds are subject to restriction on the expenditure imposed by the donor or through the terms of the fund raised.

An expense resulting from the operating activities of a fund that is directly attributable to the fund is charged to that fund. Common expenses, if any, are allocated on a reasonable basis to the funds based on a method most suitable to that common expense.

(j) Government grants

Grants from the government to meet the Centre's operating expenses are recognised as income to match the related operating expenditure.

Government grants for the purchase of depreciable assets are taken to the deferred capital grant account. The grants are recognised as income over the useful lives of the related assets to match the depreciation of those assets.

Both operating and capital grants are accounted for on an accrual basis and where there is reasonable assurance that they will be received and the conditions attached to them will be complied with.

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(k) Operating leases

Leases of assets in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are taken to the statement of comprehensive income and expenditure on a straight line basis over the period of the lease.

When an operating lease is terminated before the lease period has expired, any payment required to be made to the lessor by way of penalty is recognised as an expense in the period in which termination takes place.

(l) Employee benefits - defined contribution plans

The Centre makes contributions to the state provident fund known as Central Provident Fund (CPF). CPF contributions are recognised as compensation expense in the same period as the employment that gives rise to the contributions.

(m) Functional and presentation currency

The Good News Community Services Management Committee has determined the currency of the primary economic environment in which the Centre operates to be Singapore Dollar ("the functional currency"). The financial statements are presented in Singapore Dollar which is the Centre's functional and presentation currency.

3 CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Centre makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

4 OTHER RECEIVABLES

	<u>2014</u>	<u>2013</u>
	\$	\$
Fixed deposit interest receivable	13,147	9,028
Programme fund receivable from MSF	33,680	28,996
Programme fund receivable from NCSS	3,007	3,337
Training grant receivable from WDA	-	9,118
Others	312	384
	<u>50,146</u>	<u>50,863</u>

5 OTHER CURRENT ASSETS

	<u>2014</u>	<u>2013</u>
	\$	\$
Deposits	2,662	3,252
Prepayments	570	384
	<u>3,232</u>	<u>3,636</u>

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

6 CASH AND CASH EQUIVALENTS

	<u>2014</u>	<u>2013</u>
	\$	\$
Cash and bank balances:		
Bank balance	973,147	849,107
Cash in hand	1,600	1,600
	<u>974,747</u>	<u>850,707</u>
Short term bank deposits	3,249,507	2,731,400
	<u>4,224,254</u>	<u>3,582,107</u>

Short term bank deposits at the balance sheet date have an average maturity of 8 months (2013: 7 months) from the end of the financial year with weighted average effective interest rate of 1.11% (2013: 1.24%) per annum.

7 PLANT AND EQUIPMENT

	<u>Computers</u>	<u>Office equipment</u>	<u>Furniture and fittings</u>	<u>Renovation</u>	<u>Total</u>
	\$	\$	\$	\$	\$
2014					
Cost					
At 01.01.2014	27,313	43,258	57,632	167,850	296,053
At 31.12.2014	27,313	43,258	57,632	167,850	296,053
Accumulated depreciation					
At 01.01.2014	27,313	12,593	53,936	145,785	239,627
Charge for the year	-	7,318	3,696	17,642	28,656
At 31.12.2014	27,313	19,911	57,632	163,427	268,283
Net carrying amount					
At 31.12.2014	-	23,347	-	4,423	27,770
	<u>Computers</u>	<u>Office equipment</u>	<u>Furniture and fittings</u>	<u>Renovation</u>	<u>Total</u>
	\$	\$	\$	\$	\$
2013					
Cost					
At 01.01.2013	27,900	36,135	57,632	167,850	269,517
Additions	16,490	29,924	-	-	46,414
Disposals	-	(22,801)	-	-	(22,801)
Transfers	(17,077)	-	-	-	(17,077)
At 31.12.2013	27,313	43,258	57,632	167,850	296,053
Accumulated depreciation					
At 01.01.2013	27,900	25,295	41,819	112,215	207,229
Charge for the year	16,490	7,819	12,117	33,570	69,996
Disposals	-	(20,521)	-	-	(20,521)
Transfers	(17,077)	-	-	-	(17,077)
At 31.12.2013	27,313	12,593	53,936	145,785	239,627
Net carrying amount					
At 31.12.2013	-	30,665	3,696	22,065	56,426

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

8 OTHER PAYABLES

	<u>2014</u>	<u>2013</u>
	\$	\$
Accrued operating expenses	40,947	41,468
Amount due to Good News Community Services	44,112	47,971
Amount to be refunded to MSF	8,100	-
Grant received in advance from MSF	17,991	-
Others	904	1,284
	<u>112,054</u>	<u>90,723</u>

9 RESTRICTED FUNDS

School Pocket Money Fund – the fund is to provide pocket money for school children of needy families.

Milk Fund – the fund is to provide financial assistance to student for educational purposes.

North East Essential Relief (NEER) Fund – to provide provisions as well as transport assistance to needy residents.

Family Service Centre Comcare Fund – the fund is to provide immediate assistance to needy individuals and families who require financial help for urgent basis needs.

Economic downturn assistance fund – to provide financial aid to people in the Pasir Ris community directly affected by retrenchment or loss of employment.

Elderly fund - to be used by the Centre for the work of elderly care.

Five loaves and two fish fund - to provide groceries and other daily essentials for families seeking help because of financial difficulties or loss of employment.

Renovation fund - for capital expenditure to be incurred for major replacements and repairs of the Family Service Centre.

Deferred capital donations/grants - to reflect the corresponding credit of the capitalised plant and equipment which were financed from government grants and the renovation fund. The deferred capital donations/grants would be amortised over a period between one to five years to match the estimated useful lives of the capitalised plant and equipment.

10 SPECIFIC ASSISTANCE TO CLIENTS – RESTRICTED FUNDS

	<u>Balance at</u> <u>01.01.2014</u>	<u>Receipts</u>	<u>Expenditure</u>	<u>Balance at</u> <u>31.12.2014</u>
	\$	\$	\$	\$
<u>2014</u>				
Family Service Centre (FSC)				
Comcare Fund	4,700	6,400	(6,100)	5,000
Milk Fund	2,500	-	(2,500)	-
North East Essential Relief (NEER) Fund	1,310	-	(220)	1,090
	<u>8,510</u>	<u>6,400</u>	<u>(8,820)</u>	<u>6,090</u>

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

10 SPECIFIC ASSISTANCE TO CLIENTS – RESTRICTED FUNDS (continued)

	Balance at 01.01.2013	Receipts	Expenditure	Balance at 31.12.2013
	\$	\$	\$	\$
2013				
Family Service Centre (FSC)				
Comcare Fund	9,600	2,400	(7,300)	4,700
Milk Fund	2,500	10,000	(10,000)	2,500
North East Essential Relief (NEER) Fund	1,780	-	(470)	1,310
	<u>13,880</u>	<u>12,400</u>	<u>(17,770)</u>	<u>8,510</u>

11 OTHER FUNDS – RESTRICTED FUNDS

	Balance at 01.01.2014	Receipts	Expenditure	Amortisation	Balance at 31.12.2014
	\$	\$	\$	\$	\$
2014					
Economic downturn assistance fund	8,800	-	(2,100)	-	6,700
Elderly fund	48,320	-	(1,000)	-	47,320
Five loaves and two fish fund	21,348	25,853	(20,627)	-	26,574
Renovation fund	113,989	-	-	-	113,989
Deferred capital donations/grants	25,927	-	-	(25,210)	717
	<u>218,384</u>	<u>25,853</u>	<u>(23,727)</u>	<u>(25,210)</u>	<u>195,300</u>

	Balance at 01.01.2013	Receipts	Expenditure	Amortisation	Balance at 31.12.2013
	\$	\$	\$	\$	\$
2013					
Economic downturn assistance fund	9,500	-	(700)	-	8,800
Elderly fund	48,410	-	(90)	-	48,320
Five loaves and two fish fund	20,763	12,375	(11,790)	-	21,348
Renovation fund	113,989	-	-	-	113,989
Deferred capital donations/grants	75,032	11,476	-	(60,581)	25,927
	<u>267,694</u>	<u>23,851</u>	<u>(12,580)</u>	<u>(60,581)</u>	<u>218,384</u>

12 LEASE COMMITMENTS

The future aggregate minimum lease payments under a non-cancellable operating lease in respect of the rental of photocopier and rental of premise contracted for at the balance sheet date but not recognised as liabilities, is as follows:

	2014	2013
	\$	\$
Not later than one year	3,120	5,545
Later than one year but not later than five years	<u>11,180</u>	<u>-</u>
	<u>14,300</u>	<u>5,545</u>

PASIR RIS FAMILY SERVICE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

13 CAPITAL MANAGEMENT

The primary objective of the Centre's capital management is to safeguard its assets; to effectively and efficiently manage the usage of available capital resources towards supporting the Centre's principal and related activities, and ensuring long-term financial sustainability. The Centre's overall strategy remains unchanged from 2013.

14 FINANCIAL RISK INSTRUMENTS

(a) Risk management

The Centre's operations do not expose itself to any significant financial risk arising from financial instruments.

(b) Sensitivity analysis

The operation of the Centre does not expose itself to any significant market risk. In view of this, the sensitivity analysis of market risk is not disclosed as the effect on the statement of comprehensive income and expenditure is considered not significant.

(c) Fair value

The carrying amounts of current financial assets and current financial liabilities recorded in the financial statements approximates their respective net fair values due to the relatively short term maturity of these financial instruments.

15 COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.

Balance sheet

	<u>Restated</u> <u>2013</u>	<u>Previous</u> <u>2013</u>
	\$	\$
Current liabilities		
Other payables	90,723	107,345
Restricted funds		
School pocket money fund	8,112	-
Specific assistance to clients	8,510	-
	<u>107,345</u>	<u>107,345</u>

16 AUTHORISATION OF FINANCIAL STATEMENTS

The financial statements were authorised for issue in accordance with a resolution of the Good News Community Services Management Committee on 25 March 2015.

SONSHINE CHILDCARE CENTRE
(A Community Service Project of
Good News Community Services)

REPORT AND FINANCIAL STATEMENTS
31 DECEMBER 2014

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SUBRACO LLP
Public Accountants and
Chartered Accountants

SONSHINE CHILDCARE CENTRE

(A Community Service Project of Good News Community Services)

**STATEMENT BY MEMBERS OF THE GOOD NEWS COMMUNITY SERVICES
MANAGEMENT COMMITTEE**

In the opinion of the members of the Good News Community Services Management Committee, the financial statements of Sonshine Childcare Centre (the "Centre") set out on pages 3 to 15 are drawn up in accordance with Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Centre as at 31 December 2014 and of the results, changes in funds and cash flows of the Centre for the year then ended.

The Good News Community Services Management Committee authorised these financial statements for issue on 25 March 2015.

On behalf of the Good News Community Services Management Committee,

REV CANON TONG WEE HWA DANIEL
President

GAN TIAN HUAT
Honorary Treasurer

Singapore,
25 March 2015

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
GOOD NEWS COMMUNITY SERVICES
SONSHINE CHILDCARE CENTRE**

We have audited the accompanying financial statements of Sonshine Childcare Centre (the "Centre") (A Community Service Project of Good News Community Services) set out on pages 3 to 15, which comprise the balance sheet as at 31 December 2014, the statement of comprehensive income and expenditure, statement of changes in funds and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management Committee's Responsibility for the Financial Statements

The Management Committee is responsible for the preparation of financial statements that give a true and fair view in accordance with Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair statement of comprehensive income and expenditure and balance sheet and to maintain accountability of assets.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the accompanying financial statements are properly drawn up in accordance with Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Centre as at 31 December 2014 and the results, changes in funds and cash flows of the Centre for the year ended on that date.

SUBRACO LLP
Public Accountants and
Chartered Accountants

Singapore,
25 March 2015

Partner in charge of audit: Ann A. Nargeswari
Effective from year ended 31 December 2014

SONSHINE CHILDCARE CENTRE
(A Community Service Project of Good News Community Services)

BALANCE SHEET AS AT 31 DECEMBER 2014

	<u>Note</u>	<u>2014</u>	<u>2013</u>
		\$	\$
ASSETS			
Current assets			
School fees receivable		1,053	1,531
Other receivables	4	6,137	1,857
Other current assets	5	3,907	3,514
Cash and cash equivalents	6	715,831	671,703
		<u>726,928</u>	<u>678,605</u>
Non-current asset			
Plant and equipment	7	3,348	5,243
Total assets		<u>730,276</u>	<u>683,848</u>
LIABILITIES			
Current liabilities			
Other payables	8	59,632	43,555
Refundable deposits		41,700	64,450
Total liabilities		<u>101,332</u>	<u>108,005</u>
NET ASSETS		<u>628,944</u>	<u>575,843</u>
Represented by:			
FUNDS			
General funds		498,335	444,435
Other funds	9	130,609	131,408
TOTAL FUNDS		<u>628,944</u>	<u>575,843</u>

The notes set out on pages 8 to 15 form an integral part of these financial statements.

SONSHINE CHILDCARE CENTRE

(A Community Service Project of Good News Community Services)

**STATEMENT OF COMPREHENSIVE INCOME AND EXPENDITURE
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	<u>Note</u>	<u>2014</u>	<u>2013</u>
		<u>\$</u>	<u>\$</u>
INCOME			
School fees		298,096	393,545
School fees subsidies from ECDA		389,664	402,011
School fees subsidies from CDC		-	1,127
Registration fees		690	1,350
Income from school programme		15,066	18,318
Amortisation of deferred capital grants	9	799	588
Interest earned on autosave account		34	22
Interest earned on short term bank deposits		3,065	3,677
Special employment credit		15,898	16,886
Wage credit scheme		14,018	-
Other income		5,966	7,347
Total income		743,296	844,871
EXPENDITURE			
Manpower			
Staff salaries and bonuses		467,081	516,043
Employer's CPF contribution and Skill Development Levy		62,800	68,579
Staff medical and insurance		7,404	10,127
Staff training		554	869
Staff welfare		1,457	1,845
		539,296	597,463
Other operating expenditure			
Accountancy fee		800	650
Advertisement		2,168	254
Auditors' remuneration			
- current year		3,820	3,208
- certification on statement of subsidy claims		1,800	1,800
- certification on statement of subsidy claims			
- underprovision in respect of the previous year		1,700	-
Bank charges		487	424
Depreciation of plant and equipment	7	1,325	1,795
Food and beverages		29,742	30,208
General expenses		1,140	2,044
Honorarium		32,893	6,968
Insurance		1,632	1,388
Licence fee		434	179
Plant and equipment written off		570	-
Maintenance of equipment		220	190
Maintenance of premises		9,684	6,305
Non-capitalised purchases		1,581	441
Printing, stationery and postage		6,402	3,309
Rent and conservancy fees		19,913	19,913
Rent of equipment		3,505	2,658

The notes set out on pages 8 to 15 form an integral part of these financial statements.

SONSHINE CHILDCARE CENTRE
(A Community Service Project of Good News Community Services)

**STATEMENT OF COMPREHENSIVE INCOME AND EXPENDITURE
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	<u>Note</u>	<u>2014</u>	<u>2013</u>
		\$	\$
Student healthcare and medical expenses		421	333
Teaching materials and toys		16,141	19,757
Telecommunication expenses		1,683	1,828
Transport		407	774
Utilities		11,632	12,247
		<u>150,100</u>	<u>116,673</u>
Total expenditure		<u>689,396</u>	<u>714,136</u>
SURPLUS FOR THE YEAR			
TRANSFERRED TO GENERAL FUND		<u>53,900</u>	<u>130,735</u>
(DEFICIT)/SURPLUS IN OTHER FUNDS			
Other funds	9	<u>(799)</u>	<u>3,407</u>
		<u>(799)</u>	<u>3,407</u>
TOTAL SURPLUS FOR THE YEAR		<u>53,101</u>	<u>134,142</u>

The notes set out on pages 8 to 15 form an integral part of these financial statements.

SONSHINE CHILDCARE CENTRE
(A Community Service Project of Good News Community Services)

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

	<u>General Fund</u>	<u>Other Fund (Note 9)</u>	<u>Total</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>
<u>2014</u>			
Beginning of financial year	444,435	131,408	575,843
Surplus for the year	53,900	-	53,900
Amortisation for the year	-	(799)	(799)
Net surplus/(deficit) for the year	53,900	(799)	53,101
End of financial year	498,335	130,609	628,944

	<u>General Fund</u>	<u>Other Fund (Note 9)</u>	<u>Total</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>
<u>2013</u>			
Beginning of financial year	313,700	128,001	441,701
Surplus for the year	130,735	-	130,735
Receipts for the year	-	3,995	3,995
Amortisation for the year	-	(588)	(588)
Net surplus for the year	130,735	3,407	134,142
End of financial year	444,435	131,408	575,843

The notes set out on pages 8 to 15 form an integral part of these financial statements.

SONSHINE CHILDCARE CENTRE
(A Community Service Project of Good News Community Services)

**CASH FLOW STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	<u>Note</u>	<u>2014</u>	<u>2013</u>
		<u>\$</u>	<u>\$</u>
Cash flows from operating activities			
Surplus for the year		53,101	134,142
Adjustment for:			
Depreciation of plant and equipment	7	1,325	1,795
Interest received		(3,099)	(3,699)
Plant and equipment written off		570	-
		<hr/>	<hr/>
Surplus before working capital changes		51,897	132,238
Change in working capital:			
School fees receivable		478	(781)
Other receivables		(4,280)	(430)
Other current assets		(393)	835
Other payables		16,077	6,887
Refundable deposits		(22,750)	4,625
		<hr/>	<hr/>
Cash generated from operations		41,029	143,374
Interest received		3,099	3,699
		<hr/>	<hr/>
Net cash provided by operating activities		44,128	147,073
Cash flows from Investing activities			
Purchase of plant and equipment		-	(3,995)
		<hr/>	<hr/>
Net cash used in investing activities		-	(3,995)
Net increase in cash and cash equivalents		44,128	143,078
Cash and cash equivalents at the beginning of the year		671,703	528,625
		<hr/>	<hr/>
Cash and cash equivalents at end of the year	6	715,831	671,703

The notes set out on pages 8 to 15 form an integral part of these financial statements.

SONSHINE CHILDCARE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1 GENERAL INFORMATION

The Sonshine Childcare Centre (the "Centre") is a community service project of Good News Community Services, which is registered with the Registry of Societies. The Sonshine Childcare Centre is located at Blk 211 Bukit Batok Street 21, #01-252, Singapore 650211.

The principal activities of the Centre are to provide education, supervision and care for young children.

In the financial statements, CDC, CPF and ECDA represent Community Development Council, Central Provident Fund and Early Childhood Development Agency.

2 SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS"). The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with FRS requires management to exercise its judgement in the process of applying the Centre's accounting policies. It also requires the use of certain critical accounting estimates and assumptions. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 3.

During the financial year, the Centre adopted all relevant, new or amended FRS and Interpretations to FRS ("INT FRS") which are effective for annual periods beginning on or after 1 January 2014. The adoption of these new and amended FRS and INT FRS did not result in substantial changes to the Centre's accounting policies and had no material effect on the amounts reported for the current period.

The Centre has not adopted the following standards and Interpretations that have been issued but not yet effective:

Description	Effective for annual periods beginning on or after
Amendments to FRS 32: Offsetting of Financial Assets and Financial Liabilities	1 January 2014
Amendments to FRS 36: Recoverable Amount Disclosures for Non-Financial Assets	1 January 2014
Amendments to FRS 19: Defined Benefit Plans: Employees Contributions	1 July 2014
Amendments to FRS 16 and FRS 38: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to FRS 1: Disclosure Initiative	1 January 2016
FRS 115 Revenue from Contracts with Customers	1 January 2017
<i>Improvements to FRSs 2014</i>	
Amendment to FRS 16 Property, Plant and Equipment	1 July 2014
Amendment to FRS 24 Related Party Disclosures	1 July 2014

The Management Committee expect that the adoption of the standards and interpretations above will have no material impact on the financial statements in the period of initial application.

(b) Income recognition

Income is recognised to the extent that it can be reliably measured and it is probable that the economic benefits will flow to the Centre.

- (i) Income from school programme, school fees and subsidies from ECDA are recognised as revenue over the period when the programmes and services are rendered.

SONSHINE CHILDCARE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Income recognition (continued)

- (ii) Interest income is recognised on a time proportion basis using the effective interest method.
- (iii) Special employment credit, wage credit scheme and other income are recognised when received in the current financial year.

(c) Plant and equipment

(i) Measurement

Plant and equipment are initially recognised at cost and subsequently carried at cost less accumulated depreciation and accumulated impairment losses.

(ii) Components of costs

The cost of an item of plant and equipment initially recognised includes its purchase price and any cost that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the Management Committee.

(iii) Depreciation

Depreciation of plant and equipment is calculated using the straight line method to allocate their depreciable amounts over their estimated useful lives at the following annual rates:

Computers	100%
Furniture and fittings	20%
Office equipment	20%
Renovation	20%

The residual values and useful lives of plant and equipment are reviewed, and adjusted as appropriate, at each balance sheet. The effects of any revision of the residual values and useful lives are recognised in the statement of comprehensive income and expenditure when the changes arise.

Fully depreciated assets are retained in the financial statements until they are no longer in use.

(iv) Subsequent expenditure

Subsequent expenditure relating to plant and equipment that has already been recognised is added to the carrying amount of the asset only when it is probable that future economic benefits associated with the item will flow to the Centre and the cost of the item can be measured reliably. All other repair and maintenance expenses are recognised in the statement of comprehensive income and expenditure when incurred.

(v) Disposal

On disposal of an item of plant and equipment, the difference between the disposal proceeds and its carrying amount is recognised in the statement of comprehensive income and expenditure in the year the asset is derecognised.

(d) Impairment of non-financial assets – Plant and equipment

Plant and equipment is tested for impairment whenever there is any objective evidence or indication that the assets may be impaired.

For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash inflows that are largely independent of those from other assets. If this is the case, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

SONSHINE CHILDCARE CENTRE

(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Impairment of non-financial assets – Plant and equipment (continued)

If the recoverable amount of the asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount.

The difference between the carrying amount and recoverable amount is recognised as an impairment loss in the statement of comprehensive income and expenditure, unless the asset is carried at revalued amount, in which case, such impairment loss is treated as a revaluation decrease.

An impairment loss for an asset is reversed only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. The carrying amount of this asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortisation or depreciation) had no impairment loss been recognised for the asset in prior years.

A reversal of impairment loss for an asset is recognised in the statement of comprehensive income and expenditure, unless the asset is carried at revalued amount, in which case, such reversal is treated as a revaluation increase. However, to the extent that an impairment loss on the same revalued asset was previously recognised as an expense, a reversal of that impairment is also recognised in profit or loss.

(e) Financial assets

The Centre classifies the following financial assets as loans and receivables and are presented in the balance sheet as follows:

- (i) cash and cash equivalents; and
- (ii) school fees receivables, other receivables and deposits.

Financial assets are recognised when, and only when, the Centre becomes a party to the contractual provisions of the financial instrument. The Centre determines the classification of its financial assets at initial recognition.

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method, less impairment. Gains and losses are recognised in the statement of comprehensive income and expenditure when the loans and receivables are derecognised or impaired and through the amortisation process.

(f) Impairment of financial assets

The Centre assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired and recognises an allowance for impairment when such evidence exists.

Loans and receivables

Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy and default or significant delay in payments are objective evidence that these financial assets are impaired.

The carrying amount of these assets is reduced through the use of an impairment allowance account which is calculated as the difference between the carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. When the asset becomes uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are recognised against the same line item in the statement of comprehensive income and expenditure.

SONSHINE CHILDCARE CENTRE

(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) Impairment of financial assets (continued)

The impairment allowance is reduced through income or expenditure in a subsequent period when the amount of impairment loss decreases and the related decrease can be objectively measured. The carrying amount of the asset previously impaired is increased to the extent that the new carrying amount does not exceed the amortised cost had no impairment been recognised in prior periods.

(g) Financial liabilities

Financial liabilities include other payables and refundable deposits.

Financial liabilities are recognised when, and only when, the Centre becomes a party to the contractual provisions of the financial instrument. The Centre determines the classification of its financial liabilities at initial recognition. Financial liabilities are initially recognised at fair value of consideration received less directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

Gains and losses are recognised in the statement of comprehensive income and expenditure when the liabilities are derecognised and through the amortisation process. A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

(h) Cash and cash equivalents

For the purposes of the cash flow statements, cash and cash equivalents comprise of short term bank deposits, cash in hand and bank balance.

(i) Fund accounting

Income and expenditure relating to specific or designated funds are accounted for directly in the funds to which they relate.

(j) Government grants

Grants from the government to meet the Centre's operating expenses are recognised as income to match the related operating expenditure.

Government grants for the purchase of depreciable assets are taken to the deferred capital grant account. The grants are recognised as income over the useful lives of the related assets to match the depreciation of those assets.

Both operating and capital grants are accounted for on an accrual basis and where there is reasonable assurance that they will be received and the conditions attached to them will be complied with.

(k) Operating leases

Leases of assets in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are recognised in the statement of comprehensive income and expenditure on a straight line basis over the period of the lease.

When an operating lease is terminated before the lease period has expired, any payment required to be made to the lessor by way of penalty is recognised as an expense in the period in which termination takes place.

(l) Employee benefits - defined contribution plans

The Centre makes contributions to the state provident fund known as Central Provident Fund (CPF). CPF contributions are recognised as compensation expense in the same period as the employment that gives rise to the contributions.

SONSHINE CHILDCARE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Functional and presentation currency

The Good News Community Services Management Committee has determined the currency of the primary economic environment in which the Centre operates to be Singapore Dollar ("the functional currency"). The financial statements are presented in Singapore Dollar which is the Centre's functional and presentation currency.

3 CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Centre makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

4 OTHER RECEIVABLES

	<u>2014</u>	<u>2013</u>
	\$	\$
Amount due from CPF Board	133	-
Fixed deposit interest receivable	1,149	1,254
School fees subsidies receivable from ECDA	600	150
Others	4,255	453
	<u>6,137</u>	<u>1,857</u>

5 OTHER CURRENT ASSETS

	<u>2014</u>	<u>2013</u>
	\$	\$
Deposits	2,463	2,463
Prepayments	1,444	1,051
	<u>3,907</u>	<u>3,514</u>

6 CASH AND CASH EQUIVALENTS

	<u>2014</u>	<u>2013</u>
	\$	\$
Cash and bank balances:		
Bank balance	344,227	303,269
Cash in hand	2,200	2,200
	<u>346,427</u>	<u>305,469</u>
Short term bank deposits	369,404	366,234
	<u>715,831</u>	<u>671,703</u>

SONSHINE CHILDCARE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

6 CASH AND CASH EQUIVALENTS (continued)

Short term bank deposits at the balance sheet date have an average maturity of 6 months (2013: 8 months) from the end of the financial year with weighted average effective interest rate of 1.06% (2013: 0.80%) per annum.

7 PLANT AND EQUIPMENT

	<u>Computers</u>	<u>Office equipment</u>	<u>Furniture and fittings</u>	<u>Renovation</u>	<u>Total</u>
	\$	\$	\$	\$	\$
2014					
Cost					
At 01.01.2014	4,194	15,793	57,823	42,015	119,825
Disposal	-	(900)	-	-	(900)
At 31.12.2014	4,194	14,893	57,823	42,015	118,925
Accumulated depreciation					
At 01.01.2014	4,194	10,550	57,823	42,015	114,582
Charge for the year	-	1,325	-	-	1,325
Disposal	-	(330)	-	-	(330)
At 31.12.2014	4,194	11,545	57,823	42,015	115,577
Net carrying amount					
At 31.12.2014	-	3,348	-	-	3,348
	<u>Computers</u>	<u>Office equipment</u>	<u>Furniture and fittings</u>	<u>Renovation</u>	<u>Total</u>
	\$	\$	\$	\$	\$
2013					
Cost					
At 01.01.2013	4,194	11,798	57,823	42,015	115,830
Additions	-	3,995	-	-	3,995
At 31.12.2013	4,194	15,793	57,823	42,015	119,825
Accumulated depreciation					
At 01.01.2013	4,194	8,755	57,823	42,015	112,787
Charge for the year	-	1,795	-	-	1,795
At 31.12.2013	4,194	10,550	57,823	42,015	114,582
Net carrying amount					
At 31.12.2013	-	5,243	-	-	5,243

SONSHINE CHILDCARE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

8 OTHER PAYABLES

	<u>2014</u>	<u>2013</u>
	<u>\$</u>	<u>\$</u>
Accrued operating expenses	24,806	21,501
Amount due to Good News Community Services	30,548	18,616
School fees received in advance	3,186	2,130
Others	1,092	1,308
	<u>59,632</u>	<u>43,555</u>

9 OTHER FUNDS

	<u>Balance at</u> <u>01.01.2014</u>	<u>Amortisation</u>	<u>Balance at</u> <u>31.12.2014</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>
<u>2014</u>			
Bursary fund	8,000	-	8,000
Deferred capital grants	3,662	(799)	2,863
Property maintenance fund	13,014	-	13,014
Sinking fund	102,550	-	102,550
Staff training fund	4,182	-	4,182
	<u>131,408</u>	<u>(799)</u>	<u>130,609</u>

	<u>Balance at</u> <u>01.01.2013</u>	<u>Receipt</u>	<u>Amortisation</u>	<u>Balance at</u> <u>31.12.2013</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
<u>2013</u>				
Bursary fund	8,000	-	-	8,000
Deferred capital grants	255	3,995	(588)	3,662
Property maintenance fund	13,014	-	-	13,014
Sinking fund	102,550	-	-	102,550
Staff training fund	4,182	-	-	4,182
	<u>128,001</u>	<u>3,995</u>	<u>(588)</u>	<u>131,408</u>

The various funds and reserve were established for the following purposes:

Bursary fund - to grant bursary to children of needy families at the childcare centre.

Deferred capital grants - to reflect the corresponding credit of the capitalised plant and equipment which were financed from government grants. The deferred capital grants are amortised over a period that match the estimated useful lives of the capitalised plant and equipment.

Property maintenance fund - for the upkeep and repairs on the premises occupied by the Centre.

Staff training fund - to provide training subsidies to teachers attending training institutions.

Sinking fund - for capital expenditure to be incurred for major replacements, repairs and cyclical maintenance.

SONSHINE CHILDCARE CENTRE

(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

10 CAPITAL MANAGEMENT

The primary objective of the Centre's capital management is to safeguard its assets; to effectively and efficiently manage the usage of available capital resources towards supporting the Centre's principal and related activities, and ensuring long-term financial sustainability. The Centre's overall strategy remains unchanged from 2013.

11 FINANCIAL RISK INSTRUMENTS**(a) Risk management**

The Centre's operations do not expose itself to any significant financial risk arising from financial instruments.

(b) Sensitivity analysis

The operation of the Centre does not expose itself to any significant market risk. In view of this, the sensitivity analysis of market risk is not disclosed as the effect on the statement of comprehensive income and expenditure is considered not significant.

(c) Fair value

The carrying amounts of current financial assets and current financial liabilities recorded in the financial statements approximates their respective net fair values due to the relatively short term maturity of these financial instruments.

12 AUTHORISATION OF FINANCIAL STATEMENTS

The financial statements were authorised for issue in accordance with a resolution of the Good News Community Services Management Committee on 25 March 2015.

COMMONWEALTH STUDENT CARE CENTRE
(A Community Service Project of
Good News Community Services)

REPORT AND FINANCIAL STATEMENTS
31 DECEMBER 2014

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Independent Auditor's Report	2
Balance Sheet	3
Statement of Comprehensive Income and Expenditure	4
Statement of Changes in Funds	5
Cash Flow Statement	6
Notes to the Financial Statements	7 - 12

SUBRACO LLP
Public Accountants and
Chartered Accountants

COMMONWEALTH STUDENT CARE CENTRE

(A Community Service Project of Good News Community Services)

**STATEMENT BY MEMBERS OF THE GOOD NEWS COMMUNITY SERVICES
MANAGEMENT COMMITTEE**

In the opinion of the members of the Good News Community Services Management Committee, the financial statements of Commonwealth Student Care Centre (the "Centre") set out on pages 3 to 12 are drawn up in accordance with Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Centre as at 31 December 2014 and the results, changes in funds and cash flows of the Centre for the year then ended.

The Good News Community Services Management Committee authorised these financial statements for issue on 25 March 2015.

On behalf of the Good News Community Services Management Committee,

REV CANON TONG WEE HWA DANIEL
President

GAN TIAN HUAT
Honorary Treasurer

Singapore,
25 March 2015

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
GOOD NEWS COMMUNITY SERVICES -
COMMONWEALTH STUDENT CARE CENTRE**

We have audited the accompanying financial statements of Commonwealth Student Care Centre (the "Centre") (A Community Service Project of Good News Community Services) set out on pages 3 to 12, which comprise the balance sheet as at 31 December 2014, the statement of comprehensive income and expenditure, statement of changes in funds and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management Committee's Responsibility for the Financial Statements

The Management Committee is responsible for the preparation of financial statements that give a true and fair view in accordance with Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair statement of comprehensive income and expenditure and balance sheet and to maintain accountability of assets.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the accompanying financial statements are properly drawn up in accordance with Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Centre as at 31 December 2014 and the results, changes in funds and cash flows of the Centre for the year ended on that date.

SUBRACO LLP
Public Accountants and
Chartered Accountants

Singapore,
25 March 2015

Partner in charge of audit: Ann A Nargeswari
Effective from year ended 31 December 2014

COMMONWEALTH STUDENT CARE CENTRE
(A Community Service Project of Good News Community Services)

BALANCE SHEET AS AT 31 DECEMBER 2014

	<u>Note</u>	<u>2014</u>	<u>2013</u>
		\$	\$
ASSETS			
Current assets			
Other receivables		484	-
Other current assets	4	1,271	1,775
Cash and cash equivalents	5	89,623	81,240
		<u>91,378</u>	<u>83,015</u>
 Non-current asset			
Plant and equipment	6	100	-
		<u>91,478</u>	<u>83,015</u>
Total assets			
 LIABILITIES			
Current liabilities			
Other payables	7	8,875	12,770
Refundable deposits		8,010	9,860
		<u>16,885</u>	<u>22,630</u>
Total liabilities			
 NET ASSETS		<u>74,593</u>	<u>60,385</u>
 Represented by:			
 FUNDS			
General funds		72,759	58,551
Other funds	8	1,834	1,834
 TOTAL FUNDS		<u>74,593</u>	<u>60,385</u>

The notes set out on pages 7 to 12 form an integral part of these financial statements.

COMMONWEALTH STUDENT CARE CENTRE
(A Community Service Project of Good News Community Services)

**STATEMENT OF COMPREHENSIVE INCOME AND EXPENDITURE
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	<u>Note</u>	<u>2014</u>	<u>2013</u>
		<u>\$</u>	<u>\$</u>
INCOME			
School fees		109,010	105,290
Registration fees and others		5,490	5,620
Holiday programmes		10,365	10,110
Interest income		256	6
Special employment credit		3,708	1,575
Wage credit scheme		1,932	-
Donation		-	80
Dwelling Place Tuition programme		880	620
Other income		229	330
Total income		131,872	123,631
EXPENDITURE			
Manpower			
Staff salaries and bonuses		72,273	74,887
Employer's Central Provident Fund contribution and Skills Development Levy		9,962	10,649
Staff medical and insurance		932	1,152
Staff training		702	17
Staff welfare		213	167
		84,082	86,872
Other operating expenditure			
Accountancy fee		40	175
Auditors' remuneration		1,316	1,356
Bank charges		77	108
Depreciation of plant and equipment	6	499	-
Dwelling place tuition programme expenses		184	119
Food and beverages		3,459	4,150
General expenses		109	232
Holiday programmes expenses		2,639	3,341
Honorarium		8,528	7,920
Insurance		444	602
Licence fee		254	18
Maintenance of equipment		475	571
Maintenance of premises		598	363
Non-capitalised purchases		198	63
Printing, stationery and postage		468	543
Rent and conservancy fees		9,014	9,014
Telecommunication expenses		807	938
Transport		-	36
Utilities		4,473	4,942
		33,582	34,491
Total expenditure		117,664	121,363
SURPLUS FOR THE YEAR TRANSFERRED TO GENERAL FUND		14,208	2,268

The notes set out on pages 7 to 12 form an integral part of these financial statements.

COMMONWEALTH STUDENT CARE CENTRE
(A Community Service Project of Good News Community Services)

STATEMENT OF CHANGES IN FUNDS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

	<u>Dwelling place tuition fund</u> \$	<u>General Fund</u> \$	<u>Total funds</u> \$
<u>2014</u>			
Beginning of financial year	1,834	58,551	60,385
Surplus of the year	-	14,208	14,208
End of financial year	1,834	72,759	74,593
	<u>Dwelling place tuition fund</u> \$	<u>General Fund</u> \$	<u>Total funds</u> \$
<u>2013</u>			
Beginning of financial year	1,834	56,283	58,117
Surplus of the year	-	2,268	2,268
End of financial year	1,834	58,551	60,385

The notes set out on pages 7 to 12 form an integral part of these financial statements.

COMMONWEALTH STUDENT CARE CENTRE
(A Community Service Project of Good News Community Services)

**CASH FLOW STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014**

	<u>Note</u>	<u>2014</u>	<u>2013</u>
		<u>\$</u>	<u>\$</u>
Cash flows from operating activities			
Surplus for the year		14,208	2,268
Adjustment for:			
Depreciation of plant and equipment	6	499	-
Interest income		(258)	(6)
		<u>14,449</u>	<u>2,262</u>
Surplus before working capital changes			
Change in working capital:			
Other receivables		(484)	-
Other current assets		504	(424)
Other payables		(3,895)	2,834
Refundable deposits		(1,850)	1,590
		<u>8,724</u>	<u>6,262</u>
Cash generated from operations			
Interest received		258	6
		<u>8,982</u>	<u>6,268</u>
Net cash provided by operating activities			
Cash flows from investing activities			
Purchase of plant and equipment		(599)	-
		<u>(599)</u>	<u>-</u>
Net cash used in investing activities			
Net increase in cash and cash equivalents		<u>8,383</u>	<u>6,268</u>
Cash and cash equivalents at the beginning of the year		<u>81,240</u>	<u>74,972</u>
Cash and cash equivalents at end of the year	5	<u>89,623</u>	<u>81,240</u>

The notes set out on pages 7 to 12 form an integral part of these financial statements.

COMMONWEALTH STUDENT CARE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1 GENERAL INFORMATION

The Commonwealth Student Care Centre (the "Centre") is a community service project of Good News Community Services, which is registered with the Registry of Societies. The Commonwealth Student Care Centre is located at Blk 37B Commonwealth Drive, #01-01 and #02-01, Singapore 140370.

The principal activities of the Centre are to provide student care services.

2 SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS"). The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with FRS requires management to exercise its judgement in the process of applying the Centre's accounting policies. It also requires the use of certain critical accounting estimates and assumptions. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 3.

During the financial year, the Centre adopted all relevant, new or amended FRS and Interpretations to FRS ("INT FRS") which are effective for annual periods beginning on or after 1 January 2014. The adoption of these new and amended FRS and INT FRS did not result in substantial changes to the Centre's accounting policies and had no material effect on the amounts reported for the current period.

The Centre has not adopted the following standards and interpretations that have been issued but not yet effective:

Description	Effective for annual periods beginning on or after
Amendments to FRS 32: Offsetting of Financial Assets and Financial Liabilities	1 January 2014
Amendments to FRS 36: Recoverable Amount Disclosures for Non-Financial Assets	1 January 2014
Amendments to FRS 19: Defined Benefit Plans: Employees Contributions	1 July 2014
Amendments to FRS 16: Clarification of Acceptable Methods of Depreciation	1 January 2016
Amendments to FRS 1: Disclosure Initiative	1 January 2016
FRS 115 Revenue from Contracts with Customers	1 January 2017
<i>Improvements to FRSs 2014</i>	
Amendment to FRS 16 Property, Plant and Equipment	1 July 2014
Amendment to FRS 24 Related Party Disclosures	1 July 2014

The Management Committee expects that the adoption of the standards and interpretations above will have no material impact on the financial statements in the period of initial application.

(b) Income recognition

Income is recognised to the extent that it can be reliably measured and it is probable that the economic benefits will flow to the Centre.

- (i) Income from school fees, programme, tuition and other fees recognised as revenue over the period the services are rendered and programme are conducted.
- (ii) Interest income is recognised on a time proportion basis using the effective interest method.

COMMONWEALTH STUDENT CARE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Financial assets (continued)

Financial assets are recognised when, and only when, the Centre becomes a party to the contractual provisions of the financial instrument. The Centre determines the classification of its financial assets at initial recognition.

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method, less impairment. Gains and losses are recognised in the statement of comprehensive income and expenditure when the loans and receivables are derecognised or impaired and through the amortisation process.

(e) Impairment of financial assets

The Centre assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired and recognises an allowance for impairment when such evidence exists.

Loans and receivables

Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy and default or significant delay in payments are objective evidence that these financial assets are impaired.

The carrying amount of these assets is reduced through the use of an impairment allowance account which is calculated as the difference between the carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. When the asset becomes uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are recognised against the same line item in the statement of comprehensive income and expenditure.

The impairment allowance is reduced through income or expenditure in a subsequent period when the amount of impairment loss decreases and the related decrease can be objectively measured. The carrying amount of the asset previously impaired is increased to the extent that the new carrying amount does not exceed the amortised cost had no impairment been recognised in prior periods.

(f) Financial liabilities

Financial liabilities includes other payables and refundable deposits.

Financial liabilities are recognised when, and only when, the Centre becomes a party to the contractual provisions of the financial instrument. The Centre determines the classification of its financial liabilities at initial recognition. Financial liabilities are initially recognised at fair value of consideration received less directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

Gains and losses are recognised in the statement of comprehensive income and expenditure when the liabilities are derecognised and through the amortisation process. A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

(g) Fund accounting

Income and expenditure relating to specific or designated funds are accounted for directly in the funds to which they relate.

(h) Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise of cash in hand, bank balance and short term bank deposits.

COMMONWEALTH STUDENT CARE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(i) Operating leases

Leases of assets in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are recognised in the statement of comprehensive income and expenditure on a straight line basis over the period of the lease.

When an operating lease is terminated before the lease period has expired, any payment required to be made to the lessor by way of penalty is recognised as an expense in the period in which termination takes place.

(j) Employee benefits - defined contribution plans

The Centre makes contributions to the state provident fund known as Central Provident Fund (CPF). CPF contributions are recognised as compensation expense in the same period as the employment that gives rise to the contributions.

(k) Functional and presentation currency

The Good News Community Services Management Committee has determined the currency of the primary economic environment in which the Centre operates to be Singapore Dollar ("the functional currency"). The financial statements are presented in Singapore Dollar which is the Centre's functional and presentation currency.

3 CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Centre makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

4 OTHER CURRENT ASSETS

	<u>2014</u>	<u>2013</u>
	\$	\$
Deposits	1,213	1,253
Prepayments	58	522
	<u>1,271</u>	<u>1,775</u>

5 CASH AND CASH EQUIVALENTS

	<u>2014</u>	<u>2013</u>
	\$	\$
Cash and bank balances:		
Bank balance	38,123	80,740
Cash in hand	500	500
	<u>38,623</u>	<u>81,240</u>
Short term bank deposits	51,000	-
	<u>89,623</u>	<u>81,240</u>

COMMONWEALTH STUDENT CARE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

6 PLANT AND EQUIPMENT

	<u>Computers</u> \$	<u>Office equipment</u> \$	<u>Furniture and fittings</u> \$	<u>Renovation</u> \$	<u>Total</u> \$
<u>2014</u>					
Cost					
At 01.01.2014	973	9,264	17,107	15,763	43,107
Addition	599	-	-	-	599
At 31.12.2014	1,572	9,264	17,107	15,763	43,706
Accumulated depreciation					
At 01.01.2014	973	9,264	17,107	15,763	43,107
Charge for the year	499	-	-	-	499
At 31.12.2014	1,472	9,264	17,107	15,763	43,606
Net carrying amount					
At 31.12.2014	100	-	-	-	100

	<u>Computers</u> \$	<u>Office equipment</u> \$	<u>Furniture and fittings</u> \$	<u>Renovation</u> \$	<u>Total</u> \$
<u>2013</u>					
Cost					
At 01.01.2013	973	9,264	17,107	15,763	43,107
At 31.12.2013	973	9,264	17,107	15,763	43,107
Accumulated depreciation					
At 01.01.2013	973	9,264	17,107	15,763	43,107
At 31.12.2013	973	9,264	17,107	15,763	43,107
Net carrying amount					
At 31.12.2013	-	-	-	-	-

7 OTHER PAYABLES

	<u>2014</u> \$	<u>2013</u> \$
Accrued operating expenses	4,816	4,173
Amount due to Good News Community Services	1,626	5,012
School fees received in advance	2,030	3,190
Others	403	395
	<u>8,875</u>	<u>12,770</u>

8 OTHER FUND

This is in respect of The Dwelling Place Tuition fund, established for the publicity of the tuition programme, holiday outings for the students, and also for future development of the tuition work in the Centre.

COMMONWEALTH STUDENT CARE CENTRE
(A Community Service Project of Good News Community Services)

NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2014

9 CAPITAL MANAGEMENT

The primary objective of the Centre's capital management is to safeguard its assets; to effectively and efficiently manage the usage of available capital resources towards supporting the Centre's principal and related activities, and ensuring long-term financial sustainability. The Centre's overall strategy remains unchanged from 2013.

10 FINANCIAL RISK INSTRUMENTS

(a) Risk management

The Centre's operations do not expose itself to any significant financial risk arising from financial instruments.

(b) Sensitivity analysis

The operation of the Centre does not expose itself to any significant market risk. In view of this, the sensitivity analysis of market risk is not disclosed as the effect on the statement of comprehensive income and expenditure is considered not significant.

(c) Fair value

The carrying amounts of current financial assets and current financial liabilities recorded in the financial statements approximates their respective net fair values due to the relatively short term maturity of these financial instruments.

11 AUTHORISATION OF FINANCIAL STATEMENTS

The financial statements were authorised for issue in accordance with a resolution of the Good News Community Services Management Committee on 25 March 2015.

GOOD NEWS COMMUNITY SERVICES

REPORTS FROM THE CENTRES

1. **Pasir Ris Family Service Centre**
2. **Sonshine Childcare Centre**
3. **Commonwealth Student Care Centre**

PASIR RIS FAMILY SERVICE CENTRE
Block 256 Pasir Ris Street 21 #01-289 Singapore 510256

<u>STAFF</u>	<u>NAME</u>	<u>ADDRESS</u>	<u>TEL. NO.</u>
Executive Director	Peter Chang Kay Hoi	Blk 256 Pasir Ris St 21 #01-289 Singapore 510256	6581 2159
President	Rev Canon Daniel Tong	1 Francis Thomas Dr #02-17 Singapore 359340	6289 7611

1. MAJOR CHANGES IN 2014

Nil.

2. MAJOR EVENTS IN 2014

2.1 School-based Programs

- a) PRFSC continue to provide the Enhanced Step Up (ESU) program to schools in our geography. ESU is a support programme for students at risk of dropping out of school, as well as out-of-school youth. ESU programs involve casework and counselling, family intervention, group work and/or life skills.

For the 2014 runs, the Ministry of Social and Family Development (MSF) revised the criteria for admission to ESU, and with the stricter entry requirements, we received only 1 referral from a school. This case has since been concluded, and we have no intention of continuing as an ESU agency from 2015 onwards.

- b) Our half-day after-school care developmental program SkoolzCare at St. Stephen's School ended in May 2014. Given that it was in the midst of the school year, St Stephen's School extended this contract till November 2014 to ensure that care for the ASC students is not disrupted. With effect from December 2014, we concluded our SkoolzCare at St. Stephen's Primary. The school has since tendered out for provider to operate full-day ASC, which we did not to bid.

Character building workshops were conducted in order to add value to the caregiving services we provide the children in the afternoon. In 2014, we operated 2 classes catering to an average of about 35 children. For those coming from financially challenged families, the school subsidized up to 80% of their fees. Good News Community Services (parent of PRFSC) drew from a special fund to subsidize the balance of the fees for those whom we have gauged to be financially strapped. Feedback from the school, parents and the children themselves have been encouraging in respect of improved academic performances and character formation.

2.2 Community Support Programs (CSPs)

We run MSF-funded CSPs to meet the needs of the Pasir Ris communities where we are located. These are children and youth resilience-building programmes. We continue to run RaRa Time, Kids Connect and Triple E to meet different needs of this target group of residents. These programmes cater to children from 5 to 13 years old. To provide mentoring services to all the children who have graduated from these programmes, we self-funded a programme Chillax to ensure no regression in behavior and to keep them away from gang influences.

- a) **RaRa Time** is our children's developmental programme for the 5 to 10 years old.

We have reached out to a total of 35 children throughout the year, with an average of 12 children attending each workshop and 10 parents who attended the family-bonding events. RaRa Time held a total of 8 character building workshops, 4 family-bonding events and 1 Children's day celebration.

We have also used RaRa Time to promote volunteerism amongst youths. There was an average monthly attendance of 7 volunteers from Tampines Junior College (TPJC) whom are undertaking the NYAA programme. RARA Time also had 25 student volunteers from NIE in helping out for the moving-ahead camp in December 2014 as part of their school's service learning project.

- b) **Kids Connect** is a service-Learning programme aimed at connecting children, aged from 9 to 12 years old, with the disadvantaged in society such as the elderly or those with disability. Our aim is to inculcate in these children the belief that one is never too young to serve the community.

This programme is held twice a year during the June and December holidays. There was a total enrollment of 40 students for both runs of the programme in 2014 guided by 10 volunteers.

For the June run, we brought 25 elderly from Tembusu Senior Activity Centre (SAC) to the Ice Art Exhibition. Before the excursion, the children had the opportunity to spend time with the elderly at the SAC through craftwork activities and games. This allowed for interaction and rapport building between the younger and older generation. During the trip to the exhibition, the children were equipped with the awareness and skills to play the befriending role to the elderly. Overall, it was a memorable experience as it allows for both the children and elderly to forge a stronger bond with each other.

For the December run, we collaborated with AWWA SAC for a Christmas celebration where we engaged 22 elderly. The children were involved with shopping for gifts, making a card as well as coming up with a performance. Apart from the planning for the Christmas celebration, the children also had the opportunity to tour around the community home located at the same building as the SAC. This allowed them to be exposed to the living condition of the elderly. Overall, the 2014 run of Kids Connect helped participating children to gain a deeper understanding of the characteristics and life of an elderly and in a small way, help assuage their loneliness and longing for companionship.

- c) **Triple E** which stands for "Educate, Enrich & Empower" is essentially an academic support to low-income primary school-going children. It aims to build resiliency among the children through academic tutorials, character and skills workshops. The programme is volunteer-driven where the volunteer-tutor mentor and serve as a role-model to the children.

For 2014, we ran tuition and enrichment workshops for 36 children (Primary 1 to 6) helped by 31 volunteers, mainly SMU undergraduates. On top of the weekly tuition classes on Friday evenings, there was an overnight camp held at MOE Labrador Adventure Centre in March, extra lessons for the Primary 6 students during the June and September holidays, as well as a full-day workshop to help the students' mental preparations for their upcoming examinations, with activities held at Changi Airport focusing on the broad themes of Concentration and Conscientiousness. One of the volunteer also sponsored trips to River Safari in September and November for our Triple E students to help them chill after their major examinations.

- d) **Chillax** is our self-funded youth outreach program birthed in 2012 as a follow-up programme for children and youth who have graduated from past CSP/ESU Programmes, and have moved on to Secondary Schools. This program seeks to reinforce all they have learnt in character development and mentor them as they transit from children to youth.

Feedback from participants of previous years has indicated that there may be youths, unknown to us, who may also benefit from this program. So for 2014, Chillax decided to reach out to youths who have not been previously known to us. We conducted outreach and also did networking with schools around the area to engage a wider scope of youths within the Pasir Ris community.

We have a weekly average of 10 youths (aged 13-14 years old) mentored by 2 staff for each Friday's session. There were various types of activities ranging from studying sessions to sports activities to team building activities conducted for the youth according to their felt and expressed needs. Some of these activities include: Self-studying session; Badminton, Cycling, Bowling, Rock Climbing, Futsal; Team-building events like Running Man at Changi Airport and Treasure Hunt at Pulau Ubin.

In terms of impact on the youths, the various activities and discussions are beneficial and relevant to their development and maturity. They gained learning opportunities in the aspect of respect for one another as well as problem solving. We try to influence the group with the right values and principles so as to bring out the best in them.

It had been encouraging to witness the growth and maturity of some of the youths whom we have engaged in this Programme.

2.3 Food, groceries and essential assistance and relief

- a) We continue to collaborate with **Food from the Heart (FFTH)** to provide food and groceries to families who are in need of help. Distributions are conducted every Saturday, with an average of 40 families benefitting from this food assistance program. Groceries, along with bakery items, have helped greatly in reducing their monthly household expenditure. The groceries and bakery items are contributed by various organizations, collected by FFTH volunteers and brought to our Centre for distribution to clients nominated by our Centre. Our Social Workers are on hand to meet with the recipient to review their situations and assess how they are coping and if further help are required to improve their situation. Many families have shared that this program has been of great benefit to them in many ways.
- b) Families seeking help from our Centre because of financial difficulties or loss of employment, often need groceries and other daily essentials to tide them over till we can link them up with jobs or financial assistance schemes. Since 2012, we have been receiving public donations for our **"Five Loaves and Two Fish"** project, which helped us purchase canned food, infant milk formula and child/adult diapers to provide relief. Donations were provided by parish members of COR as well as public donors, and all donations qualify for tax reliefs. Donations received after December 1, 2014 also received matching grant from the Care & Share Movement launched by the Government.
- c) As in 2013, recognizing that there are families facing financial difficulties in equipping their children for a new school year, we self-funded a **"Back to School"** project in December 2014 to provide vouchers for a pair of Bata shoes and school stationeries for the new school year in 2015. In all, a total of 82 families (135 children) benefitted from this project.
- d) Self-help organizations and religious groups usually provide groceries or gift packs during major festivals to help their constituents celebrate. Feedback received from our clients in previous years was that such gift packs are sometimes not sufficient for family reunions, dinners and visitations. We decided to supplement these gift packs with groceries and festival tidbits, seeking out churches in our geography to make cash donations or to organize parties.
 - o Chinese New Year – Century Christian Fellowship (an extension of the Chapel of the Resurrection) hosted a steamboat dinner for about 10 families on February 8. Young and old had their fill of seafood like abalone and prawns.

- Hari Raya Puasa – Pentecost Methodist Church provided fund to purchase extra rations for our Muslim clients which can supplement what they are receiving from the mosques. This project benefitted 20 families for their July celebration.
- Deepavali – GNCS funded grocery and tidbit purchases which were packed into 10 hampers for our Centre's Hindu clients. These were very well received due to timely intervention to help them celebrate.
- Christmas – A group of SAJC students contributed 30 hampers of foodstuff and tidbits so that these can be given out to families who celebrate Christmas. These hampers were very well received by those families who have children with the seasonal tidbits much in demand.

3. RELIGIOUS TEACHING

Regular devotions for our Christian staff were conducted every Friday. Once a month, the chaplain of Good News Community Service (clergy from COR) visits our Centre to provide pastoral ministry to staff members.

4. FINANCE – For the year ended 31 December 2014

Income	\$1,760,137
Expenditure	\$1,154,207
Surplus	\$ 605,930

5. EVALUATION

5.1 Mission Purpose/Statement

To enhance lives and build resilient families through quality services and active collaboration.

5.2 Vision Statement

We are an organization of competent Social Service Professionals striving towards Excellence in nurturing and empowering individuals and families.

5.3 Review of 2014 Goals

Our monthly active caseload has continued to increase year over year. We continue to qualify for primary and secondary tier co-funding provided by MSF, Singapore Tote Board and the NCSS Community Chest.

In 2014, PRFSC handled a total referral of 577 cases, of which 484 were taken in as casework. Our Social Workers and Counsellors maintained an active caseload averaging 330 per month. Financial/Employment and Marital problems remain the two top presenting problems by people seeking help at our Centre. Mental/Health issues, Family (mainly parenting issues) and Family Violence are other major issues we provided intervention in 2014.

Another service we provide are Mandatory counselling under a Counselling Order is usually made the Family Court issues a Personal Protection Order. For 2014, we handled a total of 44 such cases.

The breakdown of clients by ethnicity for 2014 remains at 57% Chinese, 27% Malays, while Indian and others constituted the balance 16%. The distributions by age group of clients were 36.7% in the 40-54 years and 31% in the 25-39 years. Clients aged 55 and above made up to 14%. For 2014, one rental block of HDB flats started to see occupants moving in. Some of the private condominiums are also slated for TOP in

2015. This may shift the demographics of Pasir Ris residents and we are preparing ourselves to deal with more elderly and middle income families in the future.

We continue to be a disbursing agency for the FSC Comcare Fund established by MSF in late 2012 which enables FSC to provide immediate assistance to clients requiring urgent or temporary financial relief to tide over a difficult situation.

Of the financial cases that PRFSC counseled in 2014, we disbursed \$133,595 of Straits Times Pocket Money Fund to 245 school-going children in Pasir Ris. The beneficiaries are 97 primary, 95 secondary and 53 post-secondary students from 125 families. The aim of SPMF is to provide children from low-income families with pocket money to attend school. Beneficiaries of SPMF can also use this monthly allowance to buy food at school, pay for bus fares, books and stationery.

5.4 Development Projects/Other Special Projects

In 2014, we ended our agreement with MSF as a Mentoring Agency for the Home Ownership Plus Education (HOPE) Scheme. This is in line with our transition to operate under the new CSWP framework. We are currently in the process of transiting these cases to another new Mentoring Agency that have been appointed by MSF for the region.

5.5 Points for Prayer (2014)

- a) By encouraging our employees who do not possess recognized qualifications in Social Work to go for accredited courses at UniSIM and NUS, one of our staff completed his post-graduate course in Social Work. One staff was posted by NCSS to our Centre as Social Works Associate upon graduation from Polytechnic with a Diploma in Social Works. Two staff who were posted to our Centre under similar NCSS scholarship scheme however left our Centre upon completion of their deed of service. However, with the increasing caseloads, we are still in need of a few more experienced social workers to help manage the more complex cases.

Please pray that we will be able to recruit good qualified workers to strengthen our capabilities to deliver quality services to our clients; and to be able to retain the staff that we have continuously sent for upgrading training to improve their skills and competencies to better serve our clients.

- b) Under the new CSWP framework, we will no longer be funded for the CSPs – Rara Time, Kids Connect and Triple E programmes. Even though the original needs have still to be met, they will have to be through the medium of Group Work and Community Work. We are being encouraged to collaborate with other Voluntary Welfare Organizations to conduct these short-term programs.

Please pray that we will continue to be able to identify specific needs of the community where such works will be effective in reaching out and changing for the better, families experiencing difficulties.

- c) For the Lord to guide us to identify needs of the underprivileged and needy and the wherewithal to help them build resilience and overcome their difficulties. To open doors for us when we conduct home visits so that there will be no problems kept behind closed doors – especially those middle income families moving into Pasir Ris as condominium projects made TOP.

Mr Peter Chang
Executive Director

SONSHINE CHILD CARE CENTRE

Blk 211 #01-252 Bukit Batok St.21 Singapore 650211

<u>STAFF</u>	<u>NAME</u>	<u>ADDRESS</u>	<u>TEL NO.</u>
Supervisor	U.K.Sangeeta	Sonshine Childcare Centre Blk 211 #01-252 Bukit Batok St 21 Singapore 650211	65650844
Chaplain	Rev Victor Teo	1 Francis Thomas Drive #02-17 Diocesan Centre Building Singapore 359340	6289 7611

1. **MAJOR CHANGES IN 2014**

New Supervisor, Ms U.K. Sangeeta joined the centre in March 2014.

2. **MAJOR EVENTS IN 2014**

Orientation	2,3 & 6 Jan
Parents' Workshop: Healthy Eating for Children	18 Jan
Chinese New Year Celebrations	28 Jan
Staff Training 1	1 Mar
Teacher Dedication	8 Mar
Resurrection Day Celebrations	17 Apr
Staff Training 2	25 Apr
Parent-Teacher Meeting	25-26 June
National Day Celebrations	7 Aug
Staff Training 3	13 Sept
Children's Day Celebration	3 Oct
Staff Training 4	15 Nov
Parent-Teacher Meeting	26-27 Nov
Graduation cum Sports Day (Rehearsal)	28 Nov
Graduation cum Sports Day	6 Dec
Spring Cleaning	15 Dec
Christmas Celebrations	19 Dec

3. **HAPPY TIME**

Happy Time is conducted every Friday morning by Rev Victor Teo and his team, Hazel, Kathy, Brenda and Lee Lee from COR. The children look forward to sing songs of praise and listen to bible stories. This is a wonderful opportunity to inculcate Christian values and to spread God's Word to the children.

4. **FINANCE** – For the year ended 31 December 2014

Income	\$743,296
Expenditure	\$689,396
Surplus	\$ 53,900

5. **EVALUATION**

2014 was a challenging year. We faced a shortage of manpower in the Playgroup and N1 class, we had no cleaner for some time and we had to close the centre for 10 days due to the onset of HFMD. Qualified relief and permanent teachers were hard to come by and the Supervisor and other teachers had to spend much time taking over the N1 class due to the shortage of permanent teachers. The lack of manpower also meant that teachers could not easily clear their leave and overtime, which had accumulated from the previous year. The onset of viruses such as HFMD and Chicken pox were frequent. Staff and teachers had to do a lot of overtime and spend much time on sanitizing the centre. Thankfully, at the end of the year, we managed to solve most of our manpower issues.

Administrative and operational procedures were not properly established/ implemented. It was challenging getting to know these procedures without proper instruction and direction from the appropriate channels.

Submitted by: Ms U.K.Sangeeta
Supervisor

STATISTICS OF CHILD CARE CENTRE

SONSHINE CHILDCARE CENTRE				
SESSION			Full Day	Half Day
ENROLMENT			90	2
NO. OF CLASSES			8	-
PUPILS	SEX	MALE	49	2
		FEMALE	41	-
	RELIGION	ANGLICAN	-	-
		OTHER CHRISTIAN	24	1
		NON-CHRISTIAN	66	1
	ETHNIC GROUPS	CHINESE	77	2
		MALAY	3	-
		INDIAN	6	-
		OTHERS	4	-
TEACHERS	SEX	MALE	-	-
		FEMALE	9	-
		TOTAL	9	-
	RELIGION	ANGLICAN	-	-
		OTHER CHRISTIAN	6	-
		NON-CHRISTIAN	3	-

COMMONWEALTH STUDENT CARE CENTRE

Blk 37B #01-01 Commonwealth Drive Singapore 142037

<u>STAFF</u>	<u>NAME</u>	<u>ADDRESS</u>	<u>TEL NO.</u>
Principal	Tiong Siew Ing	Commonwealth Student Care Centre Blk 37B #01-01 & #02-01 Commonwealth Drive Singapore 142037	6474 9209
Chaplain	Rev Victor Teo	1 Francis Thomas Drive #02-17 Diocesan Centre Building Singapore 359340	6289 7611

1. MAJOR CHANGES IN 2014

1.1 Staff movement

The Centre's staff strength comprised of 1 supervisor, 1 part-time BASC assistant teacher and 1 part-time cook cum cleaner.

1.2 Enrolment

The Centre continued to operate only for the afternoon session. Average enrolment throughout the year 2014 was about 38, with the lower primary students forming the majority. Upper primary students withdrew from the Centre as they had to stay back in schools for remedial lessons, supplementary lessons, CCAs. Parents of these children felt that their children were able to take care of themselves.

2. MAJOR EVENTS IN 2014

2.1 Excursions

The Centre organized the following activities during the School Holidays:-

- 1) Balloon Sculpture Workshop
- 2) DuKW Tour
- 3) Khong Guan Biscuit Factory Tour
- 4) Movies @ Golden Village
- 5) Practical Laboratory Session titled "Aerodynamics, Force, What makes an airplane fly" @ Singapore Science Centre
- 6) Singapore Flyer
- 7) Singapore City Gallery @ URA
- 8) Gardenia Bakery Tour

2.2 Community Involvement Programme (CIP)

Year 2 students from SAJC, IOTA Publication, a writing society of SAJC collaborated with CSCC to do their CIP by bringing selected students from the Centre on a Writing Esplanade Trail on Saturday, 2 August 2014

2.3 Annual Camp

Youths from Chapel of the Resurrection conducted 3 days 2 nights Children's Camp at the Centre.

2.4 Chapel of the Resurrection organized the following events:

- a) Good Friday Special Programme @ COR
- a) Little Big Day @ St. Andrew Junior School
- b) Children's Overnight Camp @ COR
- c) Christmas Party @ CSCC

3. HAPPY TIME

The children enjoyed two hours of Happy Time every Friday with Brenda, Wei Ling, Annie & Victor engaging the children with God's Word, Songs and Games.

4. FINANCE – For the year ended 31 December 2014

Income	\$131,872
Expenditure	\$117,664
Surplus	\$ 14,208

5. EVALUATION

We give thanks to God for His many blessings, providence and protection. It had been an exciting and eventful year. We look to Him for His grace, wisdom and strength for another year ahead. We would like to thank volunteers from Chapel of the Resurrection for conducting the Children's Camp, Christmas Celebrations and the invitations to COR for Special Events.

Submitted by: Mdm Tiong Siew Ing
Supervisor

STATISTICS OF STUDENT CARE CENTRE

COMMONWEALTH STUDENT CARE CENTRE				
SESSION		A.M.	P.M.	
ENROLMENT		N.A.	38	
NO. OF CLASSES		N.A.	1	
PUPILS	SEX	MALE	N.A.	14
		FEMALE	N.A.	24
	RELIGION	ANGLICAN	N.A.	N.A.
		OTHER CHRISTIAN	N.A.	5
		NON-CHRISTIAN	N.A.	33
	ETHNIC GROUPS	CHINESE	N.A.	35
		MALAY	N.A.	2
		INDIAN	N.A.	1
		OTHERS	N.A.	-
TEACHERS	SEX	MALE	N.A.	N.A.
		FEMALE	N.A.	2
		TOTAL	N.A.	2
	RELIGION	ANGLICAN	N.A.	1
		OTHER CHRISTIAN	N.A.	N.A.
		NON-CHRISTIAN	N.A.	1

