

# BOYS' TOWN FINANCIAL STATEMENTS 2014

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## BALANCE SHEET

As at 31 December 2014

	Note	2014 S\$	2013 S\$
<b>ASSETS</b>			
<b>Non-current asset</b>			
Property and equipment	5	14,490,678	14,489,726
<b>Current assets</b>			
Trade receivables		9,400	20,542
Other receivables and prepayments	6	264,270	509,831
Cash and cash equivalents	7	8,601,645	8,008,623
		<u>8,875,315</u>	<u>8,538,996</u>
<b>TOTAL ASSETS</b>		<u>23,365,993</u>	<u>23,028,722</u>
<b>FUNDS AND LIABILITIES</b>			
<b>Funds</b>			
Building Fund	8	4,007,278	4,048,871
General Fund		4,913,956	3,940,941
Asset Capitalisation Reserve	9	6,642,530	6,927,355
		<u>15,563,764</u>	<u>14,917,167</u>
<b>Current liabilities</b>			
Other payables and accruals	10	602,229	761,555
Deferred capital grants	11	7,200,000	7,350,000
		<u>7,802,229</u>	<u>8,111,555</u>
<b>TOTAL FUNDS AND LIABILITIES</b>		<u>23,365,993</u>	<u>23,028,722</u>

# INCOME AND EXPENDITURE STATEMENT

For the financial year ended 31 December 2014

	Note	2014 S\$	2013 S\$
<b>INCOME</b>			
Amortisation of deferred capital grants	11	150,000	150,000
Boarding fees		125,495	76,610
Boys' Scholarships		7,500	3,062
Donations		2,937,409	2,462,499
Grant for training		-	4,740
Grant from Caritas Singapore Community Council		650,000	500,000
Grant from Catholic Welfare Services		150,000	-
Grant from Ministry of Social and Family Development		780,583	393,575
Grant from National Council of Social Service		312,066	3,916
Grant from Workforce Development Agency		2,430	-
Grant - others		70,127	5,513
Interest income		4,881	7,032
Miscellaneous income		119,652	75,371
Rental income		2,639	2,300
		<u>5,312,782</u>	<u>3,684,618</u>
<b>EXPENDITURE</b>			
Depreciation	5	187,635	118,250
Property and equipment written off		105,505	-
Education sponsorship		-	17,578
Food and provisions		186,600	168,000
Fund-raising expenses		110,943	195,037
General expenses		8,905	16,813
Information technology expenses		11,031	10,501
Insurance		28,988	30,249
Professional fees		10,324	16,198
Programme expenses		291,096	226,908
Rental of premises		120,000	120,000
Repairs and maintenance		162,882	115,422
Scholarship and books		16,357	10,739
Security services		140,628	133,964
Staff CPF contributions and skills development levy	12	291,196	235,070
Staff salaries and bonuses	12	2,336,719	1,780,364
Staff training		43,803	56,814
Staff welfare		15,353	12,563
Supplies and materials		14,867	12,595
Telephone		11,869	12,270
Upkeep of motor vehicles		21,220	27,679
Water and electricity		162,885	120,304
YouthReach programme		60,961	-
		<u>4,339,767</u>	<u>3,437,318</u>
<b>Surplus for the year</b>		<u>973,015</u>	<u>247,300</u>
<b>OTHER COMPREHENSIVE INCOME</b>			
<b>ITEMS THAT WILL NOT BE RECLASSIFIED</b>			
<b>SUBSEQUENTLY TO PROFIT OR LOSS</b>			
Net movement of Building Fund	8	(41,593)	582,740
Net movement of Asset Capitalisation Reserve	9	(284,825)	(235,559)
		<u>(326,418)</u>	<u>347,181</u>
<b>TOTAL COMPREHENSIVE INCOME</b>		<u>646,597</u>	<u>594,481</u>

# STATEMENT of CHANGES IN FUNDS

For the financial year ended 31 December 2014

	Building Fund S\$	General Fund S\$	Asset Capitalisation Reserve S\$	Total S\$
Balance at 1 January 2014	4,048,871	3,940,941	6,927,355	14,917,167
Total comprehensive income	(41,593)	973,015	(284,825)	646,597
Balance at 31 December 2014	4,007,278	4,913,956	6,642,530	15,563,764

	Note	Building Fund S\$	General Fund S\$	Asset Capitalisation Reserve S\$	Total S\$
Balance at 1 January 2013		10,629,045	3,693,641	-	14,322,686
Transfer of funds	8, 9	(7,162,914)	-	7,162,914	-
Total comprehensive income		582,740	247,300	(235,559)	594,481
Balance at 31 December 2013		4,048,871	3,940,941	6,927,355	14,917,167

# STATEMENT of CASH FLOWS

For the financial year ended 31 December 2014

	Note	2014 S\$	2013 S\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Surplus for the year		973,015	247,300
Adjustments for:			
Amortisation of deferred capital grants	11	(150,000)	(150,000)
Depreciation	5	187,635	118,250
Construction in progress charged to repair and maintenance expense	5	-	5,545
Property and equipment written off		105,505	-
Interest on fixed deposits		(7,709)	(8,426)
Surplus before working capital changes		1,108,446	212,669
Changes in working capital:			
Trade and other receivables		256,703	(167,642)
Other payables and accruals		(289,860)	(383,079)
Cash Flow From/(Used In) Operating Activities		1,075,289	(338,052)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property and equipment	5	(448,383)	(3,367,915)
Receipts of donations/(Payment) for capital expenditure	8	(41,593)	582,740
Receipts of government grants for capital expenditure	11	-	7,250,000
Interest income		3,844	2,408
Cash Flow From/(Used In) Investing Activities		(486,132)	4,467,233
Net Increase In Cash and Cash Equivalents		589,157	4,129,181
<b>CASH AND CASH EQUIVALENTS</b>			
Opening balance		7,350,611	3,221,430
Closing balance	7	7,939,768	7,350,611

# Notes to the Financial Statements

31 December 2014

## 5. PROPERTY AND EQUIPMENT

Cost	At 01.01.2014 S\$	Additions S\$	Disposals S\$	At 31.12.2014 S\$
Multi-purpose building	198,172	-	(198,172)	-
Main building	13,864,491	478,715	-	14,343,206
Motor vehicles	231,044	27,049	-	258,093
Furniture, fittings, equipment and machinery	1,026,974	57,355	(144,434)	939,895
Computer and software	132,597	7,996	-	140,593
Construction in progress	-	7,802	-	7,802
	<u>15,453,278</u>	<u>578,917</u>	<u>(342,606)</u>	<u>15,689,589</u>

Accumulated depreciation	At 01.01.2014 S\$	Additions S\$	Disposals S\$	At 31.12.2014 S\$
Multi-purpose building	89,717	3,963	(93,680)	-
Main building	278,246	284,157	-	562,403
Motor vehicles	167,349	10,196	-	177,545
Furniture, fittings, equipment and machinery	324,988	153,704	(143,421)	335,271
Computer and software	103,252	20,440	-	123,692
Construction in progress	-	-	-	-
	<u>963,552</u>	<u>472,460</u>	<u>(237,101)</u>	<u>1,198,911</u>

Carrying amount	At 31.12.2014 S\$
Multi-purpose building	-
Main building	13,780,803
Motor vehicles	80,548
Furniture, fittings, equipment and machinery	604,624
Computer and software	16,901
Construction in progress	7,802
	<u>14,490,678</u>

# Notes to the Financial Statements

31 December 2014

## 5. PROPERTY AND EQUIPMENT (CONTINUED)

Cost	At 01.01.2013 S\$	Additions S\$	Reclassification S\$	Charge to repair and maintenance expenses S\$	At 31.12.2013 S\$
Multi-purpose building	198,172	-	-	-	198,172
Main building	8,882,829	28,645	4,953,017	-	13,864,491
Motor vehicles	231,044	-	-	-	231,044
Furniture, fittings, equipment and machinery	561,550	225,338	240,086	-	1,026,974
Computer and software	128,570	4,027	-	-	132,597
Construction in progress	1,666,743	3,531,905	(5,193,103)	(5,545)	-
	<u>11,668,908</u>	<u>3,789,915</u>	<u>-</u>	<u>(5,545)</u>	<u>15,453,278</u>

Accumulated depreciation	At 01.01.2013 S\$	Charges for the year S\$	At 31.12.2013 S\$
Multi-purpose building	85,753	3,963	89,716
Main building	59,219	219,027	278,246
Motor vehicles	157,379	9,970	167,349
Furniture, fittings, equipment and machinery	233,328	91,661	324,989
Computer and software	74,064	29,188	103,252
Construction in progress	-	-	-
	<u>609,743</u>	<u>353,809</u>	<u>963,552</u>

Carrying amount	At 31.12.2013 S\$
Multi-purpose building	108,456
Main building	13,586,245
Motor vehicles	63,695
Furniture, fittings, equipment and machinery	701,985
Computer and software	29,345
Construction in progress	-
	<u>14,489,726</u>

# Notes to the Financial Statements

31 December 2014

## 5. PROPERTY AND EQUIPMENT (CONTINUED)

During the financial year, the entity capitalised property and equipment totalling S\$578,917 (2013: S\$3,789,915), of which S\$448,383 (2013: S\$3,367,915) was acquired by cash. The balance of S\$130,534 (2013: S\$422,000) was held in retention monies payable (Note 10).

Depreciation charges for the financial year were accounted as follows:

	2014	2013
	S\$	S\$
Income and expenditure statement	187,635	118,250
Asset Capitalisation Reserve (Note 9)	284,825	235,559
	<u>472,460</u>	<u>353,809</u>

## 6. OTHER RECEIVABLES AND PREPAYMENTS

	2014	2013
	S\$	S\$
Advances	-	12,000
Deposits	20,550	59,700
Prepayments	40,684	34,609
Other debtors	203,036	403,522
	<u>264,270</u>	<u>509,831</u>

## 7. CASH AND CASH EQUIVALENTS

For the purpose of the cash flow statement, the cash and cash equivalents comprised of:

	2014	2013
	S\$	S\$
Cash and bank balances	7,033,881	6,445,632
Fixed deposits	1,567,764	1,562,991
	<u>8,601,645</u>	<u>8,008,623</u>
Less: Fixed Deposits (*)	(661,877)	(658,012)
	<u>7,939,768</u>	<u>7,350,611</u>

The effective interest rates of the fixed deposits ranged from 0.10% to 0.70% (2013: 0.10% to 0.70%) per annum at the balance sheet date with maturity periods ranging from 1 to 5 months (2013: 1 to 5 months) from the balance sheet date.

\*Fixed deposits with maturity periods of more than 3 months from the balance sheet date.

# Notes to the Financial Statements

31 December 2014

## 8. BUILDING FUND

	2014 S\$	2013 S\$
Opening balance	4,048,871	10,629,045
Designated donations received for the construction of building	4,328	646,675
Utilisation of Building Fund	(45,921)	(63,935)
	(41,593)	582,740
Less: Transferred to Asset Capitalisation Reserve (Note 9)		
- Cost	-	7,241,192
- Accumulated depreciation	-	(78,278)
	-	7,162,914
Closing balance	4,007,278	4,048,871

## 9. ASSET CAPITALISATION RESERVE

	2014 S\$	2013 S\$
Transferred from Building Fund (Note 8)	7,241,192	7,241,192
Less:		
Accumulated depreciation		
Opening balance	313,837	-
Transferred from Building Fund (Note 8)	-	78,278
Charges for the year (Note 5)	284,825	235,559
Closing balance	598,662	313,837
	6,642,530	6,927,355

## 10. OTHER PAYABLES AND ACCRUALS

	2014 S\$	2013 S\$
Accruals	414,501	235,325
Retention monies payable	130,534	422,000
Sundry payables	57,194	104,230
	602,229	761,555

## 11. DEFERRED CAPITAL GRANTS

	2014 S\$	2013 S\$
Grants received		
Opening balance	7,500,000	250,000
Grants received in the current year	-	7,250,000
Closing balance	7,500,000	7,500,000
Less: Amortisation		
Opening balance	150,000	-
Grants amortised in the current year	150,000	150,000
Closing balance	300,000	150,000
	7,200,000	7,350,000

# Notes to the Financial Statements

31 December 2014

12. STAFF COSTS	2014 S\$	2013 S\$
<u>General Fund</u>		
Staff costs (including key management personnel's remuneration) - Note 13	2,336,719	1,780,364
Staff CPF contributions and skills development levy	291,196	235,070
Other staff costs	59,156	69,377
	<u>2,687,071</u>	<u>2,084,811</u>
<u>Building Fund</u>		
Staff costs	-	45,000
Staff CPF contributions and skills development levy	-	4,815
	<u>-</u>	<u>49,815</u>

## 13. SIGNIFICANT RELATED PARTY TRANSACTIONS

	2014 S\$	2013 S\$
Food and provisions expenses charged by a related party	<u>24,000</u>	<u>24,000</u>
Rental expenses charged by a related party	<u>120,000</u>	<u>120,000</u>

Key management personnel's compensation are as follows:

	2014 S\$	2013 S\$
Salaries and bonuses	361,734	334,758
CPF contributions	<u>36,645</u>	<u>36,528</u>
	<u>398,379</u>	<u>371,286</u>
Number of key management personnel	<u>3</u>	<u>3</u>

Top three staff each received remuneration within the band range of \$100,000 - \$200,000 in 2014.

The remuneration of key management personnel is determined by the Board of Governors having regard to the performance of the individual and market trend.

## 14. TAX-EXEMPT RECEIPTS

During the financial year, the entity issued tax-exempt receipts for donations collected totalling S\$2,664,838 (2013: S\$2,306,574).

## RESERVES POLICY

Boys' Town has a reserves policy of not more than 5 years of its Annual Operating Expenditure to meet its operational needs.