

French-Speaking Association of the North Shore Incorporated

ABN 38 756 569 863

Financial report - 31 December 2024



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French-Speaking Association of the North Shore Incorporated
Committee members' report
31 December 2024



The committee members present their report, together with the financial statements, on the association for the year ended 31 December 2024.

Committee members

The following persons were committee members of the association during the whole of the financial year and up to the date of this report, unless otherwise stated:

Clémence Duprat	President (appointed on 6/06/2024)
Janos Jersch	President (resigned on 6/06/2024)
Jérémy Dupuit	Vice-President (appointed on 6/06/2024)
Sophie Le Gall	Treasurer
Isabelle Dellerba	Secretary
Andrew Rowe	Public Officer (appointed on 6/06/2024)
Terrence Moloney	Public Officer (resigned on 6/06/2024)
Ewa Douroux	Member
Gabrielle Beckenham	Member (appointed on 6/06/2024)
Marine Hautemont	Member
Xavier Heyman	Member

Principal activities

The principal activity of the association during the financial year was the promotion of the French language and culture.

Operating result

The association had a deficit of \$946 during the year (2023: Surplus \$87,143).

Significant changes in state of affairs

There were no significant changes in the association's state of affairs during the financial year.

Events after the reporting date

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

Auditor's independence declaration

A copy of the auditor's independence declaration in accordance with section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* is set out immediately after this committee members' report.

Signed in accordance with a resolution of the committee members:

A handwritten signature in black ink, appearing to read "C. Duprat", written over a horizontal line.

Clemence Duprat
President

A handwritten signature in black ink, appearing to read "S. Le Gall", written over a horizontal line.

Sophie Le Gall
Treasurer

30 May 2025

**LBW & Partners**

Chartered Accountants & Business Advisors
ABN 80 618 803443

Office

Level 3, 845 Pacific Hwy, Chatswood NSW 2067

Postal address

PO Box 276, Chatswood NSW 2057

W www.lbw.com.au

E mail@lbw.com.au

P (02) 9411 4866

Partners

Elias Y Bader

Rupa Dharmasiri

George P Rochios

Mark W Willock

French-Speaking Association of the North Shore Incorporated
ABN 38 756 569 863

Auditor's Independence Declaration to the Committee members of French-Speaking Association of the North Shore Incorporated

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, as auditor of French-Speaking Association of the North Shore Incorporated for the year ended 31 December 2024, I declare that, to the best of my knowledge and belief, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Rupaninga Dharmasiri
Partner

LBW & Partners
Chartered Accountants
Level 3, 845 Pacific Highway
CHATSWOOD NSW 2067

Date: 30 May 2025

French-Speaking Association of the North Shore Incorporated
Statement of income and retained earnings
For the year ended 31 December 2024



	Note	2024 \$	2023 \$
Revenue	3	1,668,691	1,556,250
Total revenue		<u>1,668,691</u>	<u>1,556,250</u>
Expenses			
Employee benefits expense		(1,485,633)	(1,323,259)
Depreciation and amortisation expense	4	(8,790)	(5,816)
Fundraising and social activity expenses		(55,265)	(40,274)
Other expenses		(119,949)	(99,758)
Total expenses		<u>(1,669,637)</u>	<u>(1,469,107)</u>
Surplus/(deficit) before income tax expense		(946)	87,143
Income tax expense		<u>-</u>	<u>-</u>
Surplus/(deficit) after income tax expense for the year		(946)	87,143
Retained surpluses at the beginning of the financial year		<u>345,327</u>	<u>258,184</u>
Retained surpluses at the end of the financial year		<u><u>344,381</u></u>	<u><u>345,327</u></u>

The above statement of income and retained earnings should be read in conjunction with the accompanying notes

French-Speaking Association of the North Shore Incorporated
Statement of financial position
As at 31 December 2024



	Note	2024 \$	2023 \$
Assets			
Current assets			
Cash and cash equivalents	5	782,548	731,133
Trade and other receivables		14,315	13,180
Short-term deposits		103,972	101,927
Other current assets		37,915	11,896
Total current assets		<u>938,750</u>	<u>858,136</u>
Non-current assets			
Property, plant and equipment		12,160	9,918
Intangibles		4,114	6,864
Total non-current assets		<u>16,274</u>	<u>16,782</u>
Total assets		<u>955,024</u>	<u>874,918</u>
Liabilities			
Current liabilities			
Trade and other payables	6	106,499	92,310
Contract liabilities	7	355,246	324,910
Employee benefits	8	84,290	79,672
Total current liabilities		<u>546,035</u>	<u>496,892</u>
Non-current liabilities			
Employee benefits	8	64,608	32,699
Total non-current liabilities		<u>64,608</u>	<u>32,699</u>
Total liabilities		<u>610,643</u>	<u>529,591</u>
Net assets		<u>344,381</u>	<u>345,327</u>
Equity			
Retained surpluses		<u>344,381</u>	<u>345,327</u>
Total equity		<u>344,381</u>	<u>345,327</u>

The above statement of financial position should be read in conjunction with the accompanying notes

French-Speaking Association of the North Shore Incorporated
Statement of cash flows
For the year ended 31 December 2024



	Note	2024 \$	2023 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		1,847,398	1,731,927
Payments to suppliers and employees (inclusive of GST)		<u>(1,791,864)</u>	<u>(1,587,134)</u>
		55,534	144,793
Interest received		<u>4,163</u>	<u>3,641</u>
Net cash from operating activities		<u>59,697</u>	<u>148,434</u>
Cash flows from investing activities			
Payments for property, plant and equipment		<u>(8,282)</u>	<u>(9,402)</u>
Net cash used in investing activities		<u>(8,282)</u>	<u>(9,402)</u>
Net increase in cash and cash equivalents		51,415	139,032
Cash and cash equivalents at the beginning of the financial year		<u>731,133</u>	<u>592,101</u>
Cash and cash equivalents at the end of the financial year	5	<u><u>782,548</u></u>	<u><u>731,133</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. General information

The financial statements cover French-Speaking Association of the North Shore Incorporated (the association) as an individual entity. The financial statements are presented in Australian dollars, which is the association's functional and presentation currency.

The association is a not-for-profit association, incorporated under the *Associations Incorporation Act 2009 (NSW)* and domiciled in Australia. The association is registered as a charity with the Australian Charities and Not-for-profits Commission. Its registered office and principal place of business is:

Killarney Heights Public School
10 Tralee Avenue
Killarney Heights
NSW 2087

A description of the nature of the association's operations and its principal activities are included in the committee members' report, which is not part of the financial statements.

The financial statements were authorised for issue on 30 May 2025.

Note 2. Material accounting policy information

The accounting policies that are material to the association are set out either in the respective notes or below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation

These general purpose financial statements have been prepared in accordance with the *Australian Accounting Standards - Simplified Disclosures* issued by the Australian Accounting Standards Board ('AASB'), the *Australian Charities and Not-for-profits Commission Act 2012*, the *Charitable Fundraising Act 1991* and associated regulations.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Comparatives

Certain comparatives in the statement of profit or loss and the statement of financial position have been realigned to the current period presentation. There has been no effect on the net result for the year.

Income tax

The association is a charity registered with the Australian Charities and Not-for-profits Commission; it is exempt from paying income tax.

Leases

The association has Community use agreements in place with the State of New South Wales for the use of office and classroom premises at the Killarney Heights Public School, Tralee Ave, Killarney Heights NSW 2087. The lease agreements are renewed on a yearly basis and no payments are required under the leases.

These leases have thus been considered peppercorn leases and the association has elected to use the exemptions available under *AASB 16 Leases* and *AASB 1058 Income for Not-For-Profit Entities*, respectively, for financial reporting purposes. Therefore, no right-of-use asset or lease liability has been recognised on the face of the statement of financial position, nor has any revenue been recognised for the inherent donation within the agreements, within the statement of income and retained earnings.

Note 3. Revenue

	2024	2023
	\$	\$
<i>Revenue from contracts with customers</i>		
French class revenue	104,606	85,274
KHPS program revenue	1,428,691	1,350,938
	<u>1,533,297</u>	<u>1,436,212</u>
<i>Other revenue</i>		
Fundraising and social activities	129,186	113,120
Interest revenue	6,208	5,358
Other revenue	-	1,560
	<u>135,394</u>	<u>120,038</u>
	<u><u>1,668,691</u></u>	<u><u>1,556,250</u></u>

Accounting policy for revenue recognition

The association recognises its revenue in accordance with the following key accounting standards:

Fees from KHPS bilingual program and FANS classes

Revenue in relation to the bilingual program and FANS French classes are recognised as income over the period when the associated performance obligations are fulfilled by delivering the classes. Fees received in advance are initially recognised as a contract liability and subsequently recognised as income when the association's performance obligations have been fulfilled. A one-off bond amount is charged at the time of enrolment in the bilingual program which is refunded upon the student's departure from the program. This amount is also recorded as a contract liability in the statement of financial position.

Fundraising and social activity income

Fundraising and social events income are recognised when the related event is held.

Note 4. Expenses

	2024	2023
	\$	\$
Surplus/(deficit) before income tax includes the following specific expenses:		
<i>Depreciation and amortisation</i>		
Depreciation - office equipment	6,040	3,066
Amortisation - Software	2,750	2,750
	<u>8,790</u>	<u>5,816</u>
<i>Superannuation expense</i>		
Defined contribution superannuation expense	131,617	128,045
<i>Write off of assets</i>		
Bad debts	314	1,464

Note 5. Cash and cash equivalents

	2024	2023
	\$	\$
<i>Current assets</i>		
Cash at bank	<u><u>782,548</u></u>	<u><u>731,133</u></u>

Note 5. Cash and cash equivalents (continued)

Accounting policy for cash and cash equivalents

Cash and cash equivalents includes deposits held at call with financial institutions.

Note 6. Trade and other payables

	2024	2023
	\$	\$
<i>Current liabilities</i>		
Trade payables	66,395	57,021
Accrued expenses	12,747	10,500
GST payable	27,357	24,789
	<u>106,499</u>	<u>92,310</u>

Accounting policy for trade and other payables

These amounts represent liabilities for goods and services provided to the association prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Note 7. Contract liabilities

	2024	2023
	\$	\$
<i>Current liabilities</i>		
Student bonds	<u>355,246</u>	<u>324,910</u>

Accounting policy for contract liabilities

Contract liabilities represent the association's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the association recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the association has transferred the goods or services to the customer.

Note 8. Employee benefits

	2024	2023
	\$	\$
<i>Current liabilities</i>		
Annual leave	69,795	68,549
Long service leave	14,495	11,123
	<u>84,290</u>	<u>79,672</u>
<i>Non-current liabilities</i>		
Long service leave	<u>64,608</u>	<u>32,699</u>
	<u>148,898</u>	<u>112,371</u>

Accounting policy for employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Note 8. Employee benefits (continued)

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Note 9. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by LBW & Partners, the auditor of the association:

	2024	2023
	\$	\$
<i>Audit services</i>		
Audit of the financial statements	10,150	9,850

Note 10. Financial instruments

	2024	2023
	\$	\$
<i>Financial assets held at amortised cost:</i>		
Cash & cash equivalents	782,548	731,133
Trade and other receivables	14,315	13,180
Short-term deposits	103,972	101,927
	<u>900,835</u>	<u>846,240</u>
<i>Financial liabilities held at amortised cost:</i>		
Trade and other payables	106,499	92,310
	<u>106,499</u>	<u>92,310</u>

Accounting policy for financial instruments

Financial instruments are recognised initially on the date that the association becomes party to the contractual provisions of the instrument. On initial recognition, all financial instruments are measured at fair value plus transaction costs.

Financial assets

Classification

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment. The association's financial assets measured at amortised cost comprise cash and cash equivalents, trade and other receivables and term deposits.

Interest income, exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Impairment of financial assets

Financial liabilities

The association measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method. The financial liabilities of the association comprise of trade and other payables.

Note 11. Related party transactions

Key management personnel

Any person(s) having authority and responsibility for planning, directing, and controlling the activity of the entity, directly or indirectly, is considered key management personnel.

The total remuneration paid to key management personnel of the association was between \$0-\$150,000 (2023: \$0-\$150,000).

Transactions with related parties

Children of certain committee members attend the classes conducted by the association. The terms of the fees charged to these students are made on the same basis as any other students.

Note 12. Information to be furnished under Charitable Fundraising Act 1991

(a) Public fundraising appeals conducted during the reporting period:

The association organised a few social events including its signature event The French Market during the year in order to raise funds to promote the bilingual program.

(b) Surplus/(Deficit) from fundraising activities

	2024 \$	2023 \$
Gross income from fundraising - Events income	129,186	113,120
Less: Direct fundraising costs	<u>(55,265)</u>	<u>(40,274)</u>
Net surplus from fundraising	<u><u>73,921</u></u>	<u><u>72,846</u></u>
Direct fundraising costs / Gross income from fundraising	43%	36%
Surplus from fundraising/ Gross income from fundraising	57%	64%

(c) Sources & applications of funding for charitable purposes:

	2024 \$	2023 \$
Revenue and other income:		
Student fees	1,533,297	1,436,212
Fundraising income	129,186	113,120
Other income	6,208	6,918
Total revenue and other income	<u>1,668,691</u>	<u>1,556,250</u>
Expenses:		
Fundraising expenses	55,265	40,274
Service delivery cost	1,270,521	1,164,651
Administration cost	343,851	264,182
Total expenses	<u>1,669,637</u>	<u>1,469,107</u>
Results of operation from charitable activities:		
Total revenue and other income	1,668,691	1,556,250
Total expenses	<u>(1,669,637)</u>	<u>(1,469,107)</u>
Surplus/(deficit) transferred to retained surpluses	<u>(946)</u>	<u>87,143</u>
Total cost of services / Total expenses	76%	79%
Total cost of administration / Total revenue and other income	21%	17%
Total cost of services / Total revenue and other income	76%	75%

Note 13. Contingent liabilities

The association did not have any contingent liabilities as at 31 December 2024 (31 December 2023: None).

Note 14. Commitments

The association did not have any commitments as at 31 December 2024 and 31 December 2023.

Note 15. Events after the reporting period

No matter or circumstance has arisen since 31 December 2024 that has significantly affected, or may significantly affect the association's operations, the results of those operations, or the association's state of affairs in future financial years.

French-Speaking Association of the North Shore Incorporated
Committee members' declaration
31 December 2024



In the committee members' opinion:

- the attached financial statements and notes comply with the *Australian Accounting Standards - Simplified Disclosures*, the *Australian Charities and Not-for-profits Commission Act 2012*, New South Wales legislation of the *Charitable Fundraising Act 1991* and the associated regulations, the conditions attached to the fundraising authority, the *Australian Charities and Not-for-profits Commission Regulations 2022* and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the association's financial position as at 31 December 2024 and of its performance for the financial year ended on that date;
- there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable.
- the financial statements give a true and fair view of all income and expenditure with respect to fundraising;
- the statement of financial position gives a true and fair view of the state of affairs of the association with respect to fundraising appeals;
- the provisions of the *Charitable Fundraising Act 1991 (NSW)*, the regulations under the Act and the conditions attached to the fundraising authority have been complied with by the association; and
- the internal controls exercised by the association are appropriate and effective in accounting for all income received and applied by the association from any of its fundraising appeals.

This declaration is signed in accordance with a resolution of members made pursuant to subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulations 2022* and *Charitable Fundraising Act 1991 (NSW) & Regulations*.

On behalf of the committee members

A handwritten signature in black ink, appearing to read "C. Duprat", is written over a horizontal line.

Clemence Duprat
President

A handwritten signature in black ink, appearing to read "S. Le Gall", is written over a horizontal line.

Sophie Le Gall
Treasurer

30 May 2025

**LBW & Partners**

Chartered Accountants & Business Advisors
ABN 80 618 803443

Office

Level 3, 845 Pacific Hwy, Chatswood NSW 2067

Postal address

PO Box 276, Chatswood NSW 2057

W www.lbw.com.au

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P (02) 9411 4866

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French-Speaking Association of the North Shore Incorporated
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Independent Auditor's Report to the Members of French-Speaking Association of the North Shore Incorporated

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the accompanying financial report of French-Speaking Association of the North Shore Incorporated (the association), which comprises the statement of financial position as at 31 December 2024, the statement of income and retained earnings and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the committee members' declaration.

In our opinion, except for the effects of the matter described in the *Basis of Qualified Opinion* section of our report, the accompanying financial report of the association is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* (the *ACNC Act*), including:

- (i) giving a true and fair view of the association's financial position as at 31 December 2024 and of its financial performance for the year then ended; and
- (ii) complying with *Australian Accounting Standards – Simplified Disclosures* and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*.

Basis for Qualified Opinion

The association's disclosure of compensation paid to its Key Management Personnel as per Note 11 does not comply with the disclosure requirements of *Australian Accounting Standards – Simplified Disclosures* and the *ACNC Act*.

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the association in accordance with the auditor independence requirements of the *ACNC Act* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including independence standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibilities of Committee Members for the Financial Report

The committee members of the association are responsible for the preparation of the financial report that gives a true and fair view in accordance with *Australian Accounting Standards – Simplified Disclosures* and the *ACNC Act*.



French-Speaking Association of the North Shore Incorporated
ABN 38 756 569 863

Independent Auditor's Report to the Members of French-Speaking Association of the North Shore Incorporated

The committee members' responsibility also includes for such internal control as the committee members determine necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee members are responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the committee members either intend to liquidate the association or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee members.
- Conclude on the appropriateness of the committee members' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.



French-Speaking Association of the North Shore Incorporated
ABN 38 756 569 863

Independent Auditor's Report to the Members of French-Speaking Association of the North Shore Incorporated

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee members regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements Opinion

In our opinion:

- a) the financial statements of the association have been properly drawn up and associated records have been properly kept during the financial year ended 31 December 2024, in all material respects, in accordance with the *Charitable Fundraising Act 1991 (NSW)*, and the associated regulations.
- b) the money received from the fundraising appeals conducted by the association during the financial year ended 31 December 2024 has been properly accounted for and applied, in all material respects, in accordance with the *Charitable Fundraising Act 1991 (NSW)*, and the associated regulations.

Rupaninga Dharmasiri
Partner

LBW & Partners
Chartered Accountants
Level 3, 845 Pacific Highway
CHATSWOOD NSW 2067

Date: 2 June 2025