

CHRISTIAN SCHOOLS TASMANIA

(A COMPANY LIMITED BY GUARANTEE)

A.B.N. 53 009 481 485

CONCISE FINANCIAL REPORT

31 December 2010

This concise financial report is an extract from the financial audited financial report.

The financial statements and specific disclosures included in the concise financial report have been derived from the financial report.

The concise financial report cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the entity as the financial report.

Further financial information can be obtained from the financial report, which is available, free of charge, on request.

**CHRISTIAN SCHOOLS TASMANIA
DIRECTORS' REPORT**

The directors present their report together with the financial report of Christian Schools Tasmania ("the Company") for the year ended 31 December 2010 and the auditor's report thereon.

1. The names of the directors in office at any time during or since the end of the year are:

Mrs K De Smit	Mr L Conry
Mrs K Gatehouse (appointed 4.11.2010)	Mr J Hartman
Mrs I Hartog	Mr T Hopper (retired 4.11.2010)
Mrs M Huxley (retired 4.11.2010)	Mr S Langlois
Mr A Laning	Mr J Newman (appointed 4.11.2010)
Mr T Petrusma (appointed 4.11.2010)	Mrs L Rowlings (retired 17.3.2010)
Mr G Vansant (retired 4.11.2010)	Mr W J Vonk

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

2. The surplus for the financial year was \$1,889,895 (2009: \$1,324,460).
3. A review of the operations of the Company during the financial year ended 31 December 2010 and the results of those operations found that Capital government grants of \$1,853,901 and contributions to capital projects by School Councils and the Building Fund to the value of \$20,751 contributed significantly to the overall surplus for the year of \$1,889,895.
4. The principal activity of the Company during the financial year was the provision of Christ-centred education. There was no significant change in the nature of the activities of the Company during the year.
5. No significant changes in the Company's state of affairs occurred during the financial year. The Company expects to maintain the present status and level of operations and hence there are no likely developments in the Company's operations.
6. The Company is exempt from the payment of income tax under Division 50 of the Income Tax Assessment Act 1997.
7. No matters or circumstances have arisen since the end of the financial year which, in the opinion of the directors of the Company, significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.
8. The Company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.
9. During the financial year, 13 meetings of Directors (including committees of Directors) were held. The number of meetings attended by each director during the year is detailed in the following table.

BOARD MEETINGS

DIRECTOR	Number eligible to attend	Number attended
Mrs K De Smit	13	13
Mr L Conry	13	13
Mrs K Gatehouse (appointed 4.11.2010)	2	-
Mr J Hartman	13	9
Mrs I Hartog	13	11
Mr T Hopper (retired 4.11.2010)	11	8
Mrs M Huxley (retired 4.11.2010)	11	6
Mr S Langlois	13	9
Mr A Laning	13	11
Mr J Newman (appointed 4.11.2010)	2	1
Mr T Petrusma (appointed 4.11.2010)	2	1
Mrs L Rowlings (retired 17.3.2010)	2	2
Mr G Vansant (retired 4.11.2010)	11	8
Mr W J Vonk	13	11

CHRISTIAN SCHOOLS TASMANIA DIRECTORS' REPORT

10 . Directors' Qualifications, Experience and Special Responsibilities

President

Mrs K De Smit Member of Christian Reformed Church, Kingston

Secretary

Mr A Laning Bachelor of Law
Partner of Ogilvie Jennings, Barristers & Solicitors
Member of Christian Reformed Church, Kingston

Vice President (retired 4.11.2010)

Mr G Vasant Carpenter / Shop Fitter
Member of Christian Reformed Church, Kingston

Vice President (appointed 8.12.2010)

Mr W J Vonk Bachelor of Science (Hons)
Software Engineer
Member of Cornerstone Presbyterian Church, Hobart

Treasurer

Mr S Langlois Environmental Consultant, LEC Environmental Pty Ltd
Member of The Way Christian Church, South Hobart

Ordinary Directors

Mr L Conry Bachelor of Business
Director, Rhino Software Pty Ltd
Member of Kingborough Life Church, Kingston

Mrs K Gatehouse Bachelor of Science (Hons), Bachelor of Teaching, Master of Environmental Management
Teacher
Ministry team member of St Mark's Anglican Church, Pontville

Mr J Hartman Bachelor of Commerce
Manager – Property and Investments
Member of Christian Reformed Church, Kingston

Mrs I Hartog Bachelor of Science (Nursing)
Member of Christian Reformed Church, Kingston

Mr T Hopper Electrical Inspector – Standards and Compliance, Aurora Energy

Mrs M Huxley Nurse
Leader, Claremont Baptist Church and Millbrook Rise Centre

Mr J Newman Bachelor of Commerce
Owner / Manager of Inspired Computing
Member of The Way Christian Church, South Hobart

Mr T Petrusma Student (Bachelor of Nursing)
Member of Abundant Life Church, Lauderdale

Mrs L Rowlings Member of Northern Suburbs Christian School Council
Member of Energizer Life Church

- 11 . Apart from matters referred to elsewhere in these Financial Statements, since the end of the financial year no Director has received, or become entitled to receive, a benefit by reason of a contract made by the Company or a related corporation with the Director or with a firm of which he/she is a member or with a Company in which he/she has a substantial financial interest.
- 12 . No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the Company with the exception of the following matter:
During the financial year the Company has paid a premium in respect of an insurance policy covering the liability of all current directors and officers of the Company. Further details are prohibited by a confidentiality clause.
- 13 . No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.
The Company was not a party to any such proceedings during the year.

**CHRISTIAN SCHOOLS TASMANIA
DIRECTORS' REPORT**

14. A copy of the auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is set out on page 20 and forms part of the directors' report for the financial year ended 31 December 2010.

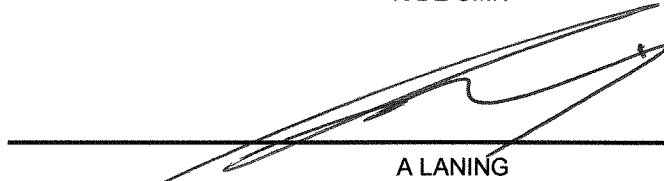
Signed in accordance with a resolution of the Board of Directors:

President



K DE SMIT

Secretary



A LANING

Dated this

10th day of March 2011 in Hobart, Tasmania

CHRISTIAN SCHOOLS TASMANIA
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2010

	2010	2009
	\$	\$
<u>INCOME</u>		
Tuition fees and charges	2,484,674	2,398,747
Membership fees	913	954
	2,485,587	2,399,701
 <u>LESS EXPENDITURE</u>		
<u>EDUCATIONAL</u>		
Salaries and allowances	5,389,193	5,051,590
Teaching resources and student stationery	529,324	482,847
Library expenses	31,476	31,456
Rent of Teaching Facilities	8,062	0
Staff training	54,514	47,163
	6,012,569	5,613,056
 <u>SCHOOL OCCUPANCY</u>		
Cleaning	167,878	155,309
Depreciation	502,612	413,138
Grounds and garden expenses	206,547	181,048
Insurance	55,781	56,041
Light and power	108,977	95,231
Rates and taxes	47,829	42,944
Repairs and maintenance	111,063	119,529
Travelling	38,576	29,782
	1,239,263	1,093,022
 <u>ADMINISTRATION</u>		
Advertising	47,436	48,005
Amortisation of deferred loans	4,592	8,253
Audit and accountancy	18,590	9,538
Bad and doubtful debts	52,496	18,912
Bank charges	13,672	14,571
Board and committee expenses	11,649	6,260
Computer expenses	183,028	165,944
Interest paid	31,659	24,867
Office salaries and overheads	1,073,463	950,870
Office rent and oncosts	14,028	13,163
Postage	12,120	10,412
Stationery	52,543	62,295
Subscriptions and donations	92,838	98,407
Sundry	42,142	41,004
Telephone	29,266	28,071
	1,679,522	1,500,572

CHRISTIAN SCHOOLS TASMANIA
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2010

	2010	2009
	\$	\$
<u>TRANSPORT COSTS</u>		
Salaries and overheads	26,861	32,473
Depreciation	10,709	12,187
Running costs	36,400	35,093
SUB-TOTAL	73,970	79,753
<u>LESS TRANSPORT INCOME</u>		
Bus charges	7,435	11,435
Bus subsidy	0	0
SUB-TOTAL	7,435	11,435
	66,535	68,318
TOTAL OPERATING EXPENDITURE	8,997,889	8,274,968
GROSS SURPLUS/(LOSS) FROM TRADING BEFORE GRANTS AND OTHER INCOME	(6,512,302)	(5,875,267)
 <u>GRANTS RECEIVED</u>		
Commonwealth government recurrent grants	4,501,361	4,214,439
State government special grants	1,861,299	1,576,034
State government interest subsidy	304	1,450
<u>Other Grants</u>		
Other Grants received	244,321	252,863
Less: Expenses incurred	-250,119	(205,282)
	-5,798	47,581
SUB-TOTAL	6,357,166	5,839,504
 <u>OTHER INCOME</u>		
Donations – recurrent	61,407	22,731
Donations – capital	24,291	70,525
Interest received	65,145	50,503
Sundry	1,894,188	1,216,464
	2,045,031	1,360,223
SURPLUS FROM ORDINARY ACTIVITIES BEFORE INCOME TAX EXPENSE	1,889,895	1,324,460
Income tax expense	0	0
NET SURPLUS FROM ORDINARY ACTIVITIES AFTER INCOME TAX EXPENSE	1,889,895	1,324,460

CHRISTIAN SCHOOLS TASMANIA
STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2010

	2010 \$	2009 \$
<u>CURRENT ASSETS</u>		
Cash and cash equivalents	40,587	82,274
Trade and other receivables	599,492	478,660
Investments	615,017	942,580
Inventories	450	5,120
Prepayments	68,424	195,119
TOTAL CURRENT ASSETS	1,323,970	1,703,753
<u>NON-CURRENT ASSETS</u>		
Property, plant and equipment	12,383,193	9,589,893
Other financial assets	95,872	164,676
TOTAL NON-CURRENT ASSETS	12,479,065	9,754,569
TOTAL ASSETS	13,803,035	11,458,322
<u>CURRENT LIABILITIES</u>		
Trade and other payables	587,403	280,030
Loans and borrowings	306,645	297,495
Employee benefits	490,971	434,832
Deferred income	886,689	801,458
Other	0	0
TOTAL CURRENT LIABILITIES	2,271,708	1,813,815
<u>NON-CURRENT LIABILITIES</u>		
Employee benefits	234,974	238,049
TOTAL NON-CURRENT LIABILITIES	234,974	238,049
TOTAL LIABILITIES	2,506,682	2,051,864
NET ASSETS	11,296,353	9,406,458
<u>EQUITY</u>		
Reserves	221,927	153,111
Retained earnings	11,074,426	9,253,347
TOTAL EQUITY	11,296,353	9,406,458

CHRISTIAN SCHOOLS TASMANIA
STATEMENT IN CHANGES OF EQUITY FOR THE YEAR ENDED 31 DECEMBER 2010

	2010 \$	2009 \$
<u>RETAINED EARNINGS</u>		
Balance at 1 January	9,253,347	7,949,291
ADD / -LESS		
Surplus for the year	1,889,895	1,324,460
Transfer to OJ Hofman Reserve	(68,816)	(20,404)
Balance at 31 December	11,074,426	9,253,347
<u>RESERVES</u>		
Balance at 1 January	153,111	132,707
ADD / -LESS		
Transfer from Reserves	0	0
Transfer to OJ Hofman Reserve	68,816	20,404
Balance at 31 December	221,927	153,111

CHRISTIAN SCHOOLS TASMANIA
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2010

	2010 \$	2009 \$
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Cash receipts from operations	10,969,182	10,564,052
Cash paid to suppliers and employees	(8,090,645)	(9,048,313)
Interest received	65,145	50,503
Interest and other costs of finance paid	(31,659)	(19,109)
Net cash from operating activities	2,912,023	1,547,133
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Proceeds from sale of property, plant and equipment	48,060	29,770
Acquisition of property, plant and equipment	(3,338,483)	(1,105,806)
Net cash provided (used) by investing activities	(3,290,423)	(1,076,036)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Proceeds from borrowings	9,150	295,000
Repayment of borrowings	0	(296,000)
Payments from reserves	0	0
Net cash provided (used) in financing activities	9,150	(1,000)
Net increase (decrease) in cash and cash equivalents	(369,250)	470,097
Cash and cash equivalents at 1 January	1,024,854	554,757
Cash and cash equivalents at 31 December	655,604	1,024,854

STATEMENT BY THE AUDITOR

We have audited the financial report, being a general purpose financial report, of CHRISTIAN SCHOOLS TASMANIA (A.B.N 53 009 481 485) for the financial year ended 31 December 2010.

In our opinion, the attached concise financial report of CHRISTIAN SCHOOLS TASMANIA complies with Accounting Standard AASB 1039 – Concise Financial Reports.



DAVID L. WILSON

DIRECTOR

KAIZEN AUDIT & ASSURANCE PTY LTD (Registered Audit Company)

Dated at Hobart this 10th day of March 2011.