

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS

(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UNIQUE ENTITY NO : S75SS0058K)

Statement by Executive Committee and Financial Statements

For the Reporting Year Ended 31 March 2012

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Business Advisors to Growing Businesses



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GENERAL INFORMATION

Executive Committee Members

Dr Francis C. Chen	- President
Mr Chan Chee Keong	- Vice President
Mr Tan Ju Seng	- Vice President
Assoc Prof Mohan Menon	- Hon Secretary
Mr Winston Wong	- Hon Treasurer
Mr Royce Seah Chang Kai	- Hon Assistant Treasurer
Mr Anselm Lopez	- Committee Member
Ms Kristin Van Burm	- Committee Member
Mr Anthony Tan Kang Uei	- Committee Member
Mrs Rose Ng @ Chua Sew Eng	- Committee Member
Mrs Ruby Cheah	- Committee Member
Dr Victor Tay Kah Soon	- Committee Member
Mr Bill Bowman	- Committee Member
Ms Tin Wai Fun	- Committee Member
Ms Margaret Soh	- Committee Member

Address

900 New Upper Changi Road
Singapore 467354

Auditors

RSM Chio Lim LLP

PRINCIPAL BANKER

DBS Bank Ltd

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS

(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)

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STATEMENT BY EXECUTIVE COMMITTEE

The Executive Committee is responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Charities Act, Chapter 37, the Societies Act, Chapter 311 and Singapore Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in circumstances.

In our opinion: -

- the accompanying statement of financial activities, statement of changes in accumulated fund, statement of financial position, statement of cash flows and notes thereto are drawn up so as to give a true and fair view of the state of affairs of Association For Persons With Special Needs ("APSN" or the "Association") as at 31 March 2012 and of the results, changes in accumulated fund and cash flows of the Association for the reporting year then ended; and
- at the date of this statement, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

The Executive Committee approved and authorised these financial statements for issue.

On behalf of the Executive Committee



Dr Francis C. Chen
President



Mr Winston Wong
Honorary Treasurer

Singapore

6 August 2012

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS

(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(Unique Entity No : S75SS0058K)

Report on the Financial Statements

We have audited the accompanying financial statements of the Association For Persons With Special Needs ("APSN" or the "Association") which comprise the statement of financial position as at 31 March 2012 and the statement of financial activities, statement of changes in accumulated fund and statement of cash flows for the reporting year then ended and a summary of significant accounting policies and other explanatory information.

Executive Committee's Responsibility for the Financial Statements

The Executive Committee is responsible for the preparation and fair presentation of these financial statements in accordance with the Singapore Financial Reporting Standards, the Societies Act, Chapter 311 (the Society Act), and the Singapore Charities Act, Chapter 37 (the "Charities Act") and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Independent Auditors' 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 judgment, 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 Association'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 Association'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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS

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(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
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Opinion

In our opinion, the financial statements are properly drawn up in accordance with the Singapore Financial Reporting Standards so as to present fairly, in all material respects, the state of affairs of the Association as at 31 March 2012 and the results, changes in equity and cash flows of the Association for the reporting year ended on that date.

Reporting on other legal and regulatory requirements

In our opinion: (a) the accounting and other records required by the regulations enacted under the Societies Act to be kept by the Association have been properly kept in accordance with those regulations; and (b) the fund-raising appeals held during the reporting year have been carried out in accordance with regulation 6 of the Societies Regulations issued under the Societies Act and proper accounts and other records have been kept of the fund-raising appeal.

During the course of our audit, nothing has come to our attention that causes us to believe that during the reporting year:

- (a) The use of the donation moneys was not in accordance with the objectives of the Association as required under regulation 16 of the Charities (Institutions of a Public Character) Regulations; and
- (b) The Association has not complied with the requirements of regulation 15 (Fund-raising expenses) of the Charities (Institutions of a Public Character) Regulations.



RSM Chio Lim LLP
Public Accountants and
Certified Public Accountants
Singapore

6 August 2012

Partner in charge of audit: Woo E-Sah
Effective from year ended 31 March 2009

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(Unique Entity No : S75SS0058K)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE REPORTING YEAR ENDED 31 MARCH 2012

	Notes	2012 \$	2011 \$		Notes	2012 \$	2011 \$
INCOMING RESOURCES				Resources Expended			
Amortisation of Deferred Capital Grant	18	704,108	2,346,107	Audit fee		40,963	39,108
Children's Charities Association Fund	15l	116,972	102,223	Bank charges		3,530	2,986
Donations				CFA job training expenses	6	717,869	723,590
- Designated Donation	17a, 17c	1,113,269	458,744	Communication and postages		50,819	48,785
- General Donation		33,758	90	Curriculum enhancement fund expense	15f	122,154	154,981
- Donation in Kind		118,949	18,282	Children's Charities Association fund expense	15l	1,064	52,940
- Fund Raising Events		12,405	96,146	Depreciation of property, plant and equipment	7	974,696	2,615,358
Grant from MCYS				Designated donation expenses	17a, 17d	294,887	200,674
- Operating Fund	4	567,741	575,156	Donation in kind expenses		118,946	18,282
- Land rental / TOL grant		262,639	260,711	Educational and teaching materials		341,509	351,997
Grant from MOE				Edusave fund programme	15a	93,204	43,022
- Operating Fund	4	13,811,042	12,583,941	Employee benefit expense	5	13,791,782	13,454,236
- Land rental / TOL grant		2,303,213	2,333,049	Fund raising expenses		6,300	15,642
- Curriculum Enhancement Fund	15f	220,000	230,000	General insurance		36,892	27,725
- Edusave Fund	15a	69,650	52,275	Land rental	29b	2,565,852	2,593,760
- Opportunity Fund	15b	2,122	30,495	Loss on disposal of property, plant and equipment		2,897	1,952
- Staff Training Fund	15h	267,905	257,950	Maintenance of equipment		115,524	75,637
- SPED Innovation Award	15i	35,000	-	Maintenance of commercial vehicle		4,196	3,704
- School based Student Award	15m	98,900	63,920	Maintenance of premise		257,902	214,452
- Student Finance Assistance	15j	73,110	-	Opportunity fund programme	15b	3,646	8,892
Grant from NCSS / Tote Board				Professional fees		29,096	14,611
- Operating Fund	4	4,549,759	4,305,748	Purchase of contract services		250,269	71,155
- OFA Staff Training Grant	15k	4,000	33,500	Purchase for sale items		11,396	4,859
- NCSS Research Study	15d	25,000	-	Rental of equipment	29a	26,352	23,640
School Pocket Money Fund	15e	2,460	7,478	School fees uncollectible written-off		390	3,313
Trailblazer-Chan Chiew Ping Special Schools Fund	15g	15,403	8,293	School function and activities		182,849	259,703
Interest Income		72,468	71,736	School pocket money fund programme	15e	18,056	13,035
Membership Fees		1,020	575	School based student award	15m	98,900	63,920
Programme sales and services	6	171,809	164,598	Small equipment and furniture		50,849	90,147
Miscellaneous Income		12,793	10,319	Staff recruitment expenses		15,905	19,554
Programme / School fees				Staff training fund programme (Schools)	15h	269,684	237,276
- Local Students		316,001	306,680	Staff training & development		-	3,798
- Foreign Students		177,243	166,660	NCSS Research Study	15d	24,251	-
Total Incoming Resources		25,158,729	24,484,676	Staff training grant OFA	15k	14,568	7,250
Less: Resources Expended – See page 6		(21,593,551)	(22,425,154)	Staff transport expenses		28,648	24,873
Surplus for the year		3,565,178	2,059,522	Staff welfare expense		222,676	169,884
Add / (Less): Transfer from / (to)				SPED outstanding teachers award	15n	-	15,000
- Children's Charities Association Fund		(115,908)	(49,283)	SPED Student Financial Assistance Scheme	15j	30,372	-
- Curriculum Enhancement Fund		(97,846)	(75,019)	Stationery and supplies		174,772	202,798
- Designated Donations Fund		(871,272)	(258,070)	SPED Innovation award	15i	22,430	4,760
- Edusave Fund		23,554	(9,253)	Trailblazer-Chan Chiew Ping special schools fund expense	15g	12,789	10,391
- Opportunity Fund		1,524	(21,602)	Transport subsidy for students		206,475	219,082
- School Pocket Money Fund		15,606	5,557	Utilities		341,905	306,570
- Staff Training Fund		1,779	(20,674)	Welfare subsidy for students		16,287	11,812
- SPED Innovation Award		(12,570)	4,760				
- Outstanding SPED Teacher Award		-	15,000				
- OFA Staff Training Grant		10,568	(26,250)				
- Trailblazer Chan Chiew Ping Special School		(2,614)	2,098				
- MOE NCSS Research Study		(749)	-				
- Student Finance Assistance		(42,738)	-				
Net surplus transferred to Accumulated Fund		2,474,512	1,626,786				

The accompanying notes form an integral part of these financial statements.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS

(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)

(Unique Entity No : S75SS0058K)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE REPORTING YEAR ENDED 31 MARCH 2012

	CHAOYANG SCHOOL	KATONG SCHOOL	TANGLIN SCHOOL	DELTA SENIOR SCHOOL	HQ	CFA	CYS BASC	CONSOL ADJMT ADD / (DEDUCT)	2012 FINAL TOTAL	2011 FINAL TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
INCOMING RESOURCES										
Amortisation of deferred capital grant	39,841	109,721	38,167	10,195	-	506,184	-	-	704,108	2,346,107
CCA fund received	-	-	-	-	-	116,972	-	-	116,972	102,223
Donations										
- Designated donation	29,902	113,044	48,233	285,250	286,883	349,957	-	-	1,113,269	458,744
- General donation	-	-	-	5,716	-	28,042	-	-	33,758	90
- Donation in kind	57,063	29,871	13,920	1,750	13,500	2,845	-	-	118,949	18,282
Grant from MCYS										
- Fund raising events	-	-	-	-	12,405	-	-	-	12,405	96,146
- Operating grant	-	-	-	-	-	542,951	37,790	-	580,741	579,956
- Provision for over funding by MCYS	-	-	-	-	-	(13,000)	-	-	(13,000)	(4,800)
- Land Rental	-	-	-	-	-	244,159	18,480	-	262,639	260,711
Grant from MOE										
- Operating grant	2,437,080	1,946,816	3,287,929	5,716,426	-	-	-	-	13,388,251	11,901,619
- Vocational education prototype grant	-	92,650	-	-	-	-	-	-	92,650	308,610
- MOE High Needs Grant	60,491	48,688	-	-	-	-	-	-	109,179	-
- MOE Secondment Fund	73,528	197,493	-	59,120	-	-	-	-	330,141	373,712
- Opportunity fund	266	190	1,368	298	-	-	-	-	2,122	30,495
- Staff training grant	52,250	47,905	63,250	104,500	-	-	-	-	267,905	257,950
- Edusave grant	12,900	10,150	16,375	30,225	-	-	-	-	69,650	52,275
- Curriculum Enhancement Fund ("CEF")	55,000	40,000	55,000	70,000	-	-	-	-	220,000	230,000
- SPED Teacher & Innovation awards	5,000	-	20,000	10,000	-	-	-	-	35,000	-
- School based Student award	11,600	18,500	31,600	37,200	-	-	-	-	98,900	63,920
- Student Finance Assistant	15,000	12,000	15,000	31,110	-	-	-	-	73,110	-
- Land rental / TOL grant	601,849	546,689	661,593	493,082	-	-	-	-	2,303,213	2,333,049
Grant from NCSS										
- Operating grant	772,322	482,602	950,754	-	-	520,110	-	-	2,725,788	2,258,996
- OFA staff training grant	-	-	-	-	-	4,000	-	-	4,000	33,500
- NCSS Research Study	-	-	-	-	25,000	-	-	-	25,000	-
- HQ costs apportionment	-	103,523	-	-	-	73,075	-	-	176,598	368,726
- Donation raised by Com Chest	-	-	-	-	-	80,000	-	-	80,000	-
- Provision for over funding NCSS	16,000	58,000	(9,700)	-	-	(99,000)	-	-	(34,700)	41,300
Grant from Tote Board										
- Operating grant	-	-	-	1,340,111	-	-	-	-	1,340,111	1,697,345
- HQ costs apportionment	-	-	-	103,523	-	-	-	-	103,523	99,497
- Provision for (over) funding Tote Board	-	-	-	49,260	-	-	-	-	49,260	(160,116)
School pocket money fund	-	-	2,450	-	-	-	-	-	2,450	7,478
Trailblazer Special School Fund ("TSSF")	2,072	4,594	1,217	7,520	-	-	-	-	15,403	8,293
Interest Income	10,010	10,940	17,086	10,190	23,028	1,173	41	-	72,468	71,736
Membership fees	-	-	-	-	1,020	-	-	-	1,020	575
Miscellaneous Income	-	12,356	500	(935)	-	872	-	-	12,793	10,319
Programme sales and services	-	-	-	-	-	171,809	-	-	171,809	164,598
Programme sales and services (intra-division charges)	-	-	-	-	-	25,035	-	(25,035)	-	-
Programme / School Fees										
- Local students	54,600	43,221	73,100	88,561	-	41,990	14,529	-	316,001	306,680
- Foreign students	7,123	138,000	32,120	-	-	-	-	-	177,243	166,660
TOTAL INCOMING RESOURCES	4,313,897	4,066,953	5,319,962	8,453,102	361,836	2,597,174	70,840	(25,035)	25,158,729	24,484,676

The accompanying notes form an integral part of these financial statements.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
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(Unique Entity No : S75SS0058K)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE REPORTING YEAR ENDED 31 MARCH 2012

	CHAORYANG SCHOOL	KATONG SCHOOL	TANGLIN SCHOOL	DELTA SENIOR SCHOOL	HQ	CFA	CYS BASC	CONSOL ADJMT ADD / (DEDUCT)	2012 FINAL TOTAL	2011 FINAL TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
RESOURCES EXPENDED										
Audit fee	5,885	5,742	6,277	5,885	9,630	7,544	-		40,963	39,108
Bank charges	259	348	509	635	1,474	252	53		3,530	2,986
CFA Job training expenses	-	-	-	-	-	717,869	-		717,869	723,590
Communication and postages	7,305	5,511	6,404	15,842	11,337	4,420	-		50,819	48,785
Curriculum enhancement fund expenses	55,848	16,541	38,522	11,243	-	-	-		122,154	154,981
CCA fund expenses	-	-	-	-	1,064	-	-		1,064	52,940
Depreciation of property, plant and equipment	73,999	192,519	83,879	92,968	15,083	516,248	-		974,696	2,615,358
Designated donation expenses	25,858	103,687	45,847	5,250	35,025	79,220	-		294,887	200,674
Donation in kind expenses	57,063	29,868	13,920	1,750	13,500	2,845	-		118,946	18,282
Educational and teaching materials	23,870	42,980	30,608	239,902	2,149	2,000	-		341,509	351,997
Edusave grant programme	28,958	8,988	55,258	-	-	-	-		93,204	43,022
Employee benefits expense	2,345,316	2,385,172	2,900,793	4,820,675	805,411	465,823	68,592		13,791,782	13,454,236
Fund raising expenses	-	-	-	-	-	6,300	-		6,300	15,642
Head office cost allocation	103,523	103,523	103,523	103,523	(487,167)	73,075	-		-	-
Insurance (Property, liability & workmen compensation)	9,180	3,294	4,418	4,101	9,205	6,307	387		36,892	27,725
Land rental / TOL Fees	601,849	546,689	661,593	493,082	-	244,159	18,480		2,565,852	2,593,760
Loss on disposal of fixed assets	35	2,798	25	13	5	20	1		2,897	1,952
Maintenance of equipment	15,544	25,643	23,972	38,504	2,294	8,146	1,421		115,524	75,637
Maintenance of commercial vehicles	-	-	-	-	-	4,196	-		4,196	3,704
Maintenance of premises	47,415	71,728	43,698	81,061	-	14,000	-		257,902	214,452
Maintenance of premises (intra-division charges)	6,325	3,180	3,030	12,500	-	-	-	(25,035)	-	-
Opportunity fund programme	440	3,206	-	-	-	-	-		3,646	8,892
Professional fees	568	160	-	4,800	23,568	-	-		29,096	14,611
Purchase of contract services	55,400	67,107	78,778	48,984	-	-	-		250,269	71,155
Consumable items	-	11,396	-	-	-	-	-		11,396	4,859

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STATEMENT OF FINANCIAL ACTIVITIES FOR THE REPORTING YEAR ENDED 31 MARCH 2012

	CHAORYANG SCHOOL	KATONG SCHOOL	TANGLIN SCHOOL	DELTA SENIOR SCHOOL	HQ	CFA	CYS BASC	CONSOL ADJMT ADD / (DEDUCT)	2012 FINAL TOTAL	2011 FINAL TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
RESOURCES EXPENDED (CONT'D)										
Rental of equipment	4,006	5,817	4,399	8,295	1,836	1,999	-	-	26,352	23,640
School fees uncollectible written-off	-	-	-	-	-	390	-	-	390	3,313
School function and activities	31,617	37,559	45,490	62,871	894	3,093	1,325	-	182,849	259,703
School function and activities (intra division charges)	-	-	-	-	-	-	-	-	-	-
School pocket money programme	5,890	1,785	6,640	3,741	-	-	-	-	18,056	13,035
School based student award	11,600	18,500	31,600	37,200	-	-	-	-	98,900	63,920
Shared expenses curriculum, IT support, communication and publicity, admission and review, etc.	85,257	69,248	113,924	133,284	(460,909)	59,196	-	-	-	-
Small equipment and furniture (<\$1,000)	10,883	7,871	13,489	14,816	174	3,616	-	-	50,849	90,147
Staff Recruitment expenses	1,475	1,815	347	3,229	8,588	451	-	-	15,905	19,554
Staff transport expenses	783	3,002	2,662	11,091	7,979	3,131	-	-	28,648	24,873
Staff training & development	61,912	39,728	59,755	108,289	-	-	-	-	269,684	241,074
Staff training OFA grant expenses	-	4,774	9,794	-	-	-	-	-	14,568	7,250
Staff Welfare expense	31,573	32,416	45,578	87,064	8,140	17,125	780	-	222,676	169,884
Stationery and supplies	22,145	30,382	26,898	54,085	27,161	14,102	-	-	174,773	202,798
SPED Innovation award	5,000	-	12,780	4,650	-	-	-	-	22,430	4,760
SPED outstanding teachers award	-	-	-	-	-	-	-	-	-	15,000
SPED Student Financial Assistance Scheme	1,116	12,000	1,963	15,293	-	-	-	-	30,372	-
Trailblazer special school expenses	2,403	2,043	3,247	5,096	-	-	-	-	12,789	10,391
Transport subsidy for students	65,783	26,944	65,675	48,073	-	-	-	-	206,475	219,082
Utilities	55,355	57,232	69,012	94,909	6,000	53,481	5,915	-	341,904	306,570
Welfare subsidy for student	90	-	759	6,558	8,880	-	-	-	16,287	11,812
NCSS research study	-	-	-	-	24,251	-	-	-	24,251	-
Total Resources Expended	3,861,528	3,981,196	4,615,066	6,679,262	75,572	2,309,008	96,954	(25,035)	21,593,551	22,425,154

The accompanying notes form an integral part of these financial statements.

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FOR THE REPORTING YEAR ENDED 31 MARCH 2012

	CHAORYANG SCHOOL	KATONG SCHOOL	TANGLIN SCHOOL	DELTA SENIOR SCHOOL	HQ	CFA	CYS BASC	CONSOL ADJMT ADD / (DEDUCT)	2012 FINAL TOTAL	2011 FINAL TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Surplus / (Deficit) for the year	452,369	85,757	704,896	1,773,840	286,264	288,166	(26,114)	-	3,565,178	2,059,522
Less: Transfer from (to)										
- CCA Fund	-	-	-	-	1,064	(116,972)	-	-	(115,908)	(49,283)
- Curriculum enhancement fund	848	(23,459)	(16,478)	(58,757)	-	-	-	-	(97,846)	(75,019)
- Edusave grant	16,058	(1,162)	38,883	(30,225)	-	-	-	-	23,554	(9,253)
- Opportunity fund	174	3,016	(1,368)	(298)	-	-	-	-	1,524	(21,602)
- School pocket money fund	5,890	1,785	4,190	3,741	-	-	-	-	15,606	5,557
- Staff training grant	9,662	(8,177)	(3,495)	3,789	-	-	-	-	1,779	(20,674)
- OFA staff training grant	-	4,774	9,794	-	-	(4,000)	-	-	10,568	(26,250)
- SPED Innovation Grant	-	-	(7,220)	(5,350)	-	-	-	-	(12,570)	15,000
- Student Finance Assistance	(13,884)	-	(13,037)	(15,817)	-	-	-	-	(42,738)	4,760
- Trailblazer special school fund	331	(2,552)	2,030	(2,423)	-	-	-	-	(2,614)	2,098
- Designated donation fund	(4,043)	(9,357)	(2,386)	(280,000)	(264,263)	(311,223)	-	-	(871,272)	(258,070)
- NCSS Research Study	-	-	-	-	(749)	-	-	-	(749)	-
Net surplus / (deficit) transfer to Accumulated Fund	467,405	50,625	715,809	1,388,500	22,316	(144,029)	(26,114)	-	2,474,512	1,626,786
Represented by Accumulated Fund										
Balance at beginning of the year	2,055,099	1,968,259	3,193,851	4,879,360	524,122	395,906	(2,576)	-	13,014,021	11,771,835
Net surplus / (deficit) for the year	467,405	50,625	715,809	1,388,500	22,316	(144,029)	(26,114)	-	2,474,512	1,626,786
Add / (less):										
Prior years under / (over) funding										
- NCSS / MCYS /Tote Board	-	-	-	(10,561)	-	-	-	-	(10,561)	(838,628)
- MOE	-	-	-	-	-	-	-	-	-	7,931
Transfer from Programme Development Fund	-	-	-	-	-	-	-	-	-	257,839
Transfer from CFA Children's Charities Association Fund	-	-	-	-	-	-	-	-	-	188,249
Transfer from CFA Designated Donation	-	-	-	-	-	40,485	-	-	40,485	9
Balance at end of the year	2,522,504	2,018,884	3,909,660	6,257,299	546,438	292,362	(28,690)	-	15,518,457	13,014,021

The accompanying notes form an integral part of these financial statements.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS

(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(Unique Entity No : S75SS0058K)

**STATEMENT OF CHANGES IN ACCUMULATED FUND
FOR THE REPORTING YEAR ENDED 31 MARCH 2012**

	Notes	2012 \$	2011 \$
Balance at beginning of the year		13,014,021	11,771,835
Net surplus for the year		2,474,512	1,626,786
Add / (Less):			
Prior year overfunding from Tote Board	25	(10,561)	(843,969)
Prior year under funding from NCSS and MCYS		-	5,341
Write back of MOE prior year overfunding	25	-	7,931
Transfer from Programme Development Fund	15c	-	257,839
Transfer to CFA Children's Charities Association Fund	15l	-	188,249
Transfer from CFA Designated Donation	17a	40,485	9
Balance at end of year		<u>15,518,457</u>	<u>13,014,021</u>

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS

(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(Unique Entity No : S75SS0058K)

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2012

	Notes	2012 \$	2011 \$
Non-Current Assets			
Property, Plant & Equipment	7	2,181,376	2,781,643
Building Improvement	8	-	-
New School Building	9	-	5,126,982
Total Non-Current Assets		<u>2,181,376</u>	<u>7,908,625</u>
Current Assets			
Assets Held for Disposal under FRS 105	10	18,514,921	-
Inventories	11	31,255	27,997
Other Receivables	12	244,517	302,141
Other Assets	13	667,000	631,035
Cash and Cash Equivalents	14	23,273,473	19,135,793
Total Current Assets		<u>42,731,166</u>	<u>20,096,966</u>
Total Assets		<u>44,912,542</u>	<u>28,005,591</u>
Represented by:			
Funds and Liabilities			
Funds			
Trust Funds	15	1,382,930	1,163,536
Association Building Fund	16	2,195,614	2,183,209
Designated Donation Fund	17	2,625,340	1,766,473
Accumulated Fund		15,518,457	13,014,021
Total Funds		<u>21,722,341</u>	<u>18,127,239</u>
Non-Current Liabilities			
Deferred Capital Grant	18	1,890,787	2,500,363
Refurbishment Fund	19	137,791	137,791
School Building Fund	20	18,011,833	5,311,809
Provision	21	100,000	100,000
Fund held on behalf of AFID	22	50,213	46,778
AFID Conference Fund	23	44,298	54,747
Total Non-Current Liabilities		<u>20,234,922</u>	<u>8,151,488</u>
Current Liabilities			
Other Creditors and Accruals	24	2,682,586	1,481,777
Amount due to NCSS, MOE and MCYS	25	165,662	117,373
School fees received in advance	26	107,031	127,714
Total Current Liabilities		<u>2,955,279</u>	<u>1,726,864</u>
Total Liabilities		<u>23,190,201</u>	<u>9,878,352</u>
Total Funds and Liabilities		<u>44,912,542</u>	<u>28,005,591</u>

The accompanying notes form an integral part of these financial statements.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS

(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(Unique Entity No : S75SS0058K)

STATEMENT OF CASH FLOWS FOR THE REPORTING YEAR ENDED 31 MARCH 2012

	2012 \$	2011 \$
Cash Flows From Operating Activities		
Net surplus for the year	2,474,512	1,626,786
Adjustment for:-		
Depreciation of Property, Plant & Equipment	974,696	2,615,358
Write back of MOE prior year overfunding	-	7,931
Prior Years Under Funding from NCSS and MCYS	-	5,341
Prior Years Over Funding from Tote Board	(10,561)	(843,969)
Transfer from Programme Development Fund	-	257,839
Transfer from CFA Children's Charities Association Fund	-	188,249
Transfer from CFA Designated Donation	40,485	9
Amortisation of Deferred Capital Grant	(704,108)	(2,346,107)
Interest Income	(72,468)	(71,736)
Losses on Disposal of Property, Plant & Equipment	2,897	1,952
Surplus Before Changes in Working Capital	2,705,453	1,441,653
Inventories	(3,258)	(2,803)
Other Receivables	57,624	465,463
Other Assets	(35,965)	(162,754)
Assets Held for Disposal under FRS 105	(13,387,939)	-
Other Creditors and Accruals	1,200,809	206,741
School fees received in advance	(20,683)	12,786
Amount due to NCSS, MCYS and MOE	48,289	(114,808)
Net Cash Flows From Operating Activities	(9,435,670)	1,846,278
Cash Flows From Investing Activities		
Purchase of Plant & Equipment	(377,423)	(543,725)
Receipt from Disposal of Plant & Equipment	97	-
New School Building	-	(5,002,136)
Interest Income	72,468	71,736
Net Cash Flows Used in Investing Activities	(304,858)	(5,474,125)
Cash Flows From Financing Activities		
Net Receipt in Fund Held on behalf of AFID	3,435	1,211
Net Receipt in AFID Conference Fund	(10,449)	54,747
Gross Receipt in Deferred Capital Grant	94,532	301,344
Cash restricted in use	5,587	236,250
Net Receipt (Payment) in Trust Fund	219,394	(271,421)
Net Receipt in Association Building Fund	12,405	-
Net Receipt in Designated Donation Fund	858,867	258,061
Net Payment in Refurbishment Fund	-	(50,887)
Net Receipt in School Building Fund	12,700,024	4,779,748
Net Cash Flows From Financing Activities	13,883,795	5,309,053
Net Increase in Cash and Cash Equivalents	4,143,267	1,681,206
Cash and Cash Equivalents, Statement of Cash Flows, Beginning Balance	17,698,374	16,017,168
Cash and Cash Equivalents, Statement of Cash Flows, Ending Balance (Note 14A)	21,841,641	17,698,374

The accompanying notes form an integral part of these financial statements.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS

(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(Unique Entity No : S75SS0058K)

STATEMENT OF FINANCIAL ACTIVITIES FOR THE REPORTING YEAR ENDED 31 MARCH 2012

1. ASSOCIATION INFORMATION

The Association for Persons with Special Needs ("APSN" or the "Association") is registered in Singapore on 12 December 1975 under the Societies Act, Cap 311. The Association is also a charity registered under the Charities Act, Cap 37 and is an approved institution of public character under the Singapore Income Tax Act, Cap 134. The financial statements are presented in Singapore dollars.

The principal activities of the APSN are to provide education and training to persons with mild intellectual disability so that they have the necessary skills, attitude and personality to lead normal independent lives in adulthood.

The Association has its head office at 900 New Upper Changi Road Singapore 467354. The Association is domiciled in Singapore.

There are 1,238 students and clients (2011: 1,201) students and clients, and 329 (2011: 330) staffs as at end of the reporting year.

The financial statements include the state of affairs and the results of the APSN and the following:

Chaoyang School ("CYS")
Katong School ("KS")
Tanglin School ("TS")
Delta Senior School ("DSS")
Centre for Adults ("CFA")

The financial statements of APSN for the reporting year ended 31 March 2012 are authorised for issuance by the Executive Committee on the date of the Statement by the Executive Committee.

The constitution of the Association restricts the use of fund monies to the furtherance of the objective of the Association. It prohibits the payment of dividends.

2. Summary of Significant Accounting Policies

Accounting Convention

The financial statements have been prepared in accordance with the Singapore Financial Reporting Standards ("FRS") as well as all related Interpretation to FRS ("INT FRS") as issued by the Singapore Accounting Standards Council. The Association is also subject to the provisions of the Charities Act, Cap. 37. The financial statements are prepared on a going concern basis under the historical cost convention except where an FRS require an alternative treatment (such as fair values) as disclosed where appropriate in these financial statements.

2. Summary of Significant Accounting Policies (Cont'd)

Basis of Preparation of the Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires the Executive Committee to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of income and expenditure during the reporting period. Actual results could differ from those estimates. The estimates and assumptions are reviewed on an ongoing basis. Apart from those involving estimations, the Executive Committee has made judgements in the process of applying the Association's accounting policies. The areas requiring the Executive Committee most difficult, subjective or complex judgements, or areas where assumptions and estimates are significant to the financial statements, are disclosed at the end of this footnote, where applicable.

Income Recognition

Income including donations, gifts and grants that provide core funding or are of general nature are recognised where there is (a) entitlement (b) certainty and (c) sufficient reliability of measurement. Such income is only deferred when: the donor specifies that the grant or donation must only be used in future accounting periods; or the donor has imposed conditions which must be met before the Association has unconditional entitlement.

(a) Grants

Grants to cover a particular expenditure or programme are accounted for as incoming resources upon receipt of notification of the grant award, which normally coincides with the year when the related expenses, for which the grant is intended to cover, are incurred. The corresponding asset (grants receivable account) is also recognised then. Grants received from Ministry of Education ("MOE") for the purchase of depreciable assets and refurbishment for school is taken to the deferred capital grants account. The deferred grants are recognised in the statement of financial activities over the years necessary to match the depreciation of assets to which the grants relate. A government grant is recognised at fair value when there is reasonable assurance that the conditions attaching to it will be complied with and that the grant will be received. Grants and government subvention receipts in recognition of specific expenses are recognised as income to match them with the related costs that they are intended to compensate.

Under the conditions of grant received, over or under funding from National Council of Social Services ("NCSS") and Ministry of Education ("MOE") are refundable to or from NCSS and MOE.

(b) Donation and corporate sponsorship

Income from donation and corporate sponsorship are accounted for when received, except for committed donations and corporate sponsorship that are recorded when the commitments are signed.

(c) Rendering of service

Rendering of services including school fees that are of short duration is recognised when the services are completed.

2. Summary of Significant Accounting Policies (Cont'd)

Income Recognition (Cont'd)

(d) Fund raising

Revenue from special event is recognised when the event takes place.

(e) Other income

Interest income is recognised on a time-proportion basis using the effective interest rate that takes into account the effective yield on the asset. The income from sale of education materials and uniforms is recognised when significant risks and rewards are transferred to the buyer, the amount of income and cost incurred or to be incurred in respect of the transaction can be measured reliably.

Gifts In Kind

A gift in kind is included in the statement of financial activities based on an estimate of the fair value at the date of the receipt of the gift of the non-monetary asset or the grant of a right to the monetary asset. The gift is recognised if the amount of the gift can be measured reliably and there is no uncertainty that it will be received.

Employee Benefits

Contributions to defined contribution retirement benefit plans are recorded as an expense as they fall due. The Association's legal or constructive obligation is limited to the amount that it agrees to contribute to an independently administered fund which is the Central Provident Fund in Singapore (a government managed retirement benefit plan). For employee leave entitlement the expected cost of short-term employee benefits in the form of compensated absences is recognised in the case of accumulating compensated absences, when the employees render service that increases their entitlement to future compensated absences; and in the case of non-accumulating compensated absences, when the absences occur. A liability for bonuses is recognised where the Association is contractually obliged or where there is constructive obligation based on past practice.

Income Tax

As a charity, the Association is exempt from tax on income and gains falling within section 13U(1) of the Income Tax Act to the extent that these are applied to its charitable objects. No tax charges have arisen in the Association.

Foreign Currency Transactions and Functional Currency Transactions

The functional currency is the Singapore dollar as it reflects the primary economic environment in which the Association operates. Transactions in foreign currencies are recorded in the functional currency at the rates ruling at the dates of the transactions. The presentation is in the functional currency.

2. Summary of Significant Accounting Policies (Cont'd)

Property, Plant and Equipment

Depreciation is provided on a straight-line basis to allocate the gross carrying amounts of the assets less their residual values over their estimated useful lives of each part of an item of these assets. The annual rates of depreciation are as follows:

Leasehold improvement	-	over lease term of average 2 to 6.75 years
Furniture, Fittings & Equipment	-	5 years
Computers	-	1 year
Motor Vehicles	-	5 years

An asset is depreciated when it is available for use until it is derecognised even if during that period the item is idle. Fully depreciated assets still in use are retained in the financial statements.

Fully depreciated assets are maintained at a nominal value of \$1 until they are no longer in use when they are written off.

Property, plant and equipment are carried at cost on initial recognition and after initial recognition at cost less any accumulated depreciation and any accumulated impairment losses. The gain or loss arising from the derecognition of an item of property, plant and equipment is determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item and is recognised in the statement of financial activities. The residual value and the useful life of an asset is reviewed at least at each end of report year and, if expectations differ significantly from previous estimates, the changes are accounted for as a change in an accounting estimate, and the depreciation charge for the current and future periods are adjusted.

Items costing \$1,000 or less are expensed off in the year of acquisition to the Statement of Financial Activities.

Cost also includes acquisition cost, any cost directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Subsequent cost are recognised as an asset only when it is probable that future economic benefits associated with the item will flow to the Association and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of financial activities when they are incurred.

Assets Classified as Held for Disposal

Identifiable assets, liabilities and contingent liabilities and any disposal groups are classified as held for disposal if their carrying amount is to be recovered principally through a sale transaction rather than through continuing use. It can include a subsidiary acquired exclusively with a view to resale. Assets that meet the criteria to be classified as held for disposal are measured at the lower of carrying amount and fair value less costs to sell and are presented separately on the face of the statement of financial position. Once an asset is classified as held for disposal or included in a group of assets held for disposal no further depreciation or amortisation is recorded. Impairment losses on initial classification of the balances as held for disposal are included in profit or loss, even when there is a revaluation. The same applies to gains and losses on subsequent re-measurement.

2. Summary of Significant Accounting Policies (Cont'd)

Reserves Management

The reserve of the Association is mainly the accumulated fund. APSN Executive Committee's objective is to maintain an optimal balance in the accumulated fund to support the continuity of the activities of the Association and for future developments of the Schools and Centre for Adults. The Executive Committee monitors the level of the funds for working capital flexibility.

There were no changes in the Executive Committee's approach to reserve management during the year. The Association is not subject to externally imposed capital reserve requirements.

Leased Assets

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating leases. For operating leases, lease payments are recognised as an expense in the statement of financial activities on a straight-line basis over the term of the relevant lease unless another systematic basis is representative of the time pattern of the user's benefit, even if the payments are not on that basis. Lease incentives received are recognised in the income statement as an integral part of the total lease expense.

Impairment of Non-Financial Assets

Irrespective of whether there is any indication of impairment, an annual impairment test is performed at the same time every year on an intangible asset with an indefinite useful life or an intangible asset not yet available for use. The carrying amount of other non-financial assets is reviewed at each reporting date for indications of impairment and where an asset is impaired, it is written down through the statement of financial activities to its estimated recoverable amount.

The impairment loss is the excess of the carrying amount over the recoverable amount and is recognised in the statement of financial activities. The recoverable amount of an asset or a cash-generating unit is the higher of its fair value less costs to sell and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). At each end of the reporting year, non-financial assets other than goodwill with impairment loss recognised in prior periods are assessed for possible reversal of the impairment. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

2. Summary of Significant Accounting Policies (Cont'd)

Financial Assets

Initial recognition, measurement and derecognition:

A financial asset is recognised on the statement of financial positions when, and only when, the Association becomes a party to the contractual provisions of the instrument. The initial recognition of financial assets is at fair value normally represented by the transaction price. The transaction price for financial asset not classified at fair value through profit or loss includes the transaction costs that are directly attributable to the acquisition or issue of the financial asset. Transaction costs incurred on the acquisition or issue of financial assets classified at fair value through profit or loss are expensed immediately. The transactions are recorded at the trade date.

Irrespective of the legal form of the transactions performed, financial assets are derecognised when they pass the "substance over form" based derecognition test prescribed by FRS 39 relating to the transfer of risks and rewards of ownership and the transfer of control.

Subsequent measurement:

Subsequent measurement based on the classification of the financial assets in one of the following four categories under FRS 39 is as follows:

1. Financial assets at fair value through profit or loss: As at end of the reporting year date, there were no financial assets classified in this category.
2. Receivables: Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Assets that are for sale immediately or in the near term are not classified in this category. These assets are carried at amortised costs using the effective interest method (except that short-duration receivables with no stated interest rate are normally measured at original invoice amount unless the effect of imputing interest would be significant) minus any reduction (directly or through the use of an allowance account) for impairment or uncollectibility. Impairment charges are provided only when there is objective evidence that an impairment loss has been incurred as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated. The methodology ensures that an impairment loss is not recognised on the initial recognition of an asset. Losses expected as a result of future events, no matter how likely, are not recognised. For impairment, the carrying amount of the asset is reduced through use of an allowance account. The amount of the loss is recognised in the statement of financial activities. An impairment loss is reversed if the reversal can be related objectively to an event occurring after the impairment loss was recognised. Typically the trade and other receivables are classified in this category.
3. Held-to-maturity financial assets: As at end of the reporting year date, there were no financial assets classified in this category.
4. Available for sale financial assets: As at end of the reporting year date, there were no financial assets classified in this category.

2. Summary of Significant Accounting Policies (Cont'd)

Cash and Cash Equivalents

Cash and cash equivalents include bank and cash balances, on demand deposits and any highly liquid debt instruments purchased with an original maturity of three months or less. For the statement of cash flow the item includes cash and cash equivalents less cash subject to restriction and bank overdrafts payable on demand (if any) that form an integral part of cash management.

Financial Liabilities

Initial recognition, measurement and derecognition:

A financial liability is recognised on the statement of financial position when, and only when, the Association becomes a party to the contractual provisions of the instrument and it is derecognised when the obligation specified in the contract is discharged or cancelled or expires. The initial recognition of financial liability is at fair value normally represented by the transaction price. The transaction price for financial liability not classified at fair value through profit or loss includes the transaction costs that are directly attributable to the acquisition or issue of the financial liability. Transaction costs incurred on the acquisition or issue of financial liability classified at fair value through profit or loss are expensed immediately. The transactions are recorded at the trade date. Financial liabilities including bank and other borrowings are classified as current liabilities unless there is an unconditional right to defer settlement of the liability for at least 12 months after the end of the reporting year.

Subsequent measurement:

Subsequent measurement based on the classification of the financial liabilities in one of the following two categories under FRS 39 is as follows:

1. Liabilities at fair value through profit or loss: As at end of the reporting year date, there were no financial liabilities classified in this category.
2. Other financial liabilities: All liabilities, which have not been classified as in the previous category fall into this residual category. These liabilities are carried at amortised cost using the effective interest method. Trade and other payables and borrowings are classified in this category. Items classified within current trade and other payables are not usually re-measured, as the obligation is usually known with a high degree of certainty and settlement is short-term.

Fair Value of Financial Instruments

The carrying values of current financial instruments approximate their fair values due to the short-term maturity of these instruments. Disclosures of fair value are not made when the carrying amount of current financial instruments is a reasonable approximation of fair value. The fair values of non-current financial instruments may not be disclosed separately unless there are significant differences at the end of the reporting year and in the event the fair values are disclosed in the relevant notes. The maximum exposure to credit risk is the fair value of the financial instruments at the end of the reporting year. The fair value of a financial instrument is derived from an active market or by using an acceptable valuation technique. The appropriate quoted market price for an asset held or liability to be issued is usually the current bid price without any deduction for transaction costs that may be incurred on sale or other disposal and, for an asset to be acquired or for liability held, the asking price.

2. Summary of Significant Accounting Policies (Cont'd)

Fair Value of Financial Instruments (Cont'd)

If there is no market, or the markets available are not active, the fair value is established by using an acceptable valuation technique. The fair value measurements are classified using a fair value hierarchy of 3 levels that reflects the significance of the inputs used in making the measurements, that is, Level 1 for the use of quoted prices (unadjusted) in active markets for identical assets or liabilities; Level 2 for the use of inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and Level 3 for the use of inputs for the asset or liability that are not based on observable market data (unobservable inputs). The level is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. Where observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement.

Inventories

Inventories comprising educational materials and uniforms are measured at the lower of cost (first in first out method) and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale. A write down on cost is made for where the cost is not recoverable or if the selling prices have declined. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

Funds

Fund balances restricted by outside sources are so indicated and are distinguished from unrestricted funds allocated to specific purposes if any by action of the Executive Management. Externally restricted funds may only be utilised in accordance with the purposes established by the source of such funds or through the terms of an appeal and are in contrast with unrestricted funds over which Executive Committee retains full control to use in achieving any of its institutional purposes. 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.

Monies received where the Association is not the owner and beneficiary is accounted for as trust fund. The receipts and payments in respect of trust funds are taken directly to the statement of financial activities and the net assets relating to these funds are shown as separate line in the statement of financial position.

Provisions

A liability or provision is recognised when there is a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are made using best estimates of the amount required in settlement and where the effect of the time value of money is material, the amount recognised is the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense. Changes in estimates are reflected in the statement of financial activities in the period they occur.

2. Summary of Significant Accounting Policies (Cont'd)

Critical Judgements, Assumptions and Estimation Uncertainties

There were no critical judgements made in the process of applying the accounting policies that have the most significant effect on the amounts recognised in the financial statements. There were no key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting year, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting year.

3. Related Party Transactions

FRS 24 defines a related party as a person or entity that is related to the reporting entity and it includes (a) A person or a close member of that person's family if that person: (i) has control or joint control over the reporting entity; (ii) has significant influence over the reporting entity; or (iii) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity. (b) An entity is related to the reporting entity if any of the following conditions apply: (i) The entity and the reporting entity are members of the same group. (ii) One entity is an associate or joint venture of the other entity. (iii) Both entities are joint ventures of the same third party. (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity. (v) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity. (vi) The entity is controlled or jointly controlled by a person identified in (a). (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

A related party includes the members of the Association's Executive Committee and Management Committee of the respective schools. Key management personnel include the principals, CFA centre head and heads of department.

It is not the normal practice for the trustees/office bearers, or people connected with them, to receive remuneration, or other benefits, from the Association for which they are responsible, or from institutions connected with the Association.

3.1 Inter- Schools/ Centre

There are transactions and arrangements between the schools and members of the group and the effects of these on the basis determined between the parties are reflected in these financial statements.

	2012 \$	2011 \$
Courses attended by Executive Committee members for the purpose of the Association	107	141
Reimbursement of expenses incurred by Executive Committee members for the purposes of the Association.	1,687	2,776

Except for the courses attended and reimbursement of expenses as disclosed, all members of the Executive Committee are volunteers and receive no monetary remuneration for their contributions.

3. Related Party Transactions (Cont'd)

3.2 Key Management Compensation:

	2012 \$	2011 \$
Salaries and other short-term employees benefits	1,923,010	2,243,675
Number of key management in compensation bands:		
	2012	2011
\$100,000 and above	8	8
\$100,000 and below	11	16

Key management personnel are the Chief Executive officer/Executive Director, principals, CFA centre head and heads of department having authority and responsibility for planning, directing and controlling the activities of the Association directly or indirectly. The above amounts for key management compensation are for the Chief Executive Officer/Executive Director, principals, vice-principals, CFA centre head and heads of department of the Association and respective schools.

4. Operating Grants Received

	2012 \$	2011 \$
National Council of Social Service ("NCSS") / Singapore Totalisator Board ("Tote Board")		
- Operating grant	4,145,899	3,956,341
- HQ cost allocation	280,121	468,223
- High Needs Grant	109,179	-
- Provision/Written back for current year over funding	14,560	(118,816)
	<u>4,549,759</u>	<u>4,305,748</u>
Ministry of Education ("MOE")		
- Operating grant (including administrative manager grant)	13,480,901	12,210,229
- MOE secondment fund	330,141	373,712
	<u>13,811,042</u>	<u>12,583,941</u>
Ministry of Community Development, Youth and Sports ("MCYS") / Community Development Council ("CDC")		
- Operating grants	580,741	579,956
- Provision for current year over funding	(13,000)	(4,800)
	<u>567,741</u>	<u>575,156</u>

Funding from MOE, NCSS / Tote Board and MCYS is on a "per capita" basis based on the number of students / clients enrolled during the year.

Effective 1st April 2008 NCSS's 25% share of the operating grants for Delta Senior School students under the pre-vocational track are funded by the Singapore Totalisator Board ("Tote Board"). NCSS will continue to fund students under the non pre-vocational track.

Funding for Schools is from MOE and NCSS, for CFA is from NCSS and MCYS, and for Chaoyang Before and After School Care ("BASC") is from Community Development Council ("CDC").

4. Operating Grants Received (Cont'd)

MOE Secondment fund is a funding from MOE for the difference between the actual annual manpower costs of MOE seconded education officers and the manpower costs provided for Voluntary Welfare Organisation ("VWO") Special Education ("SPED") principals / teachers in the SPED schools' operating grant.

MOE provides 3 new and fully funded grants each in FY2011/2012 to support;

1. Additional funding to support the provision of additional teachers,
2. New High Need Grant to support for students with challenging behavior,
3. One-Off Top-Up for financial assistance announced at the budget on 18 Feb, all SPED schools will receive a one-off top-up from MOE.

5. Employee Benefits Expense

	2012 \$	2011 \$
Salaries, bonuses, gratuity, housing allowance	12,197,533	12,141,641
CPF and SDF	1,571,911	1,394,563
Government grant income from job credit scheme	(2,321)	(61,179)
Provision for unused leave	24,659	(20,789)
	<u>13,791,782</u>	<u>13,454,236</u>
CFA job training staff costs (Note 6)		
Salaries, bonuses, gratuity, housing allowance	534,318	517,644
CPF and SDF	71,674	65,215
Provision for unused leave	(30)	3,889
	<u>605,962</u>	<u>586,748</u>
	<u>14,397,744</u>	<u>14,040,984</u>

6. CFA Job Training Expenses

	2012 \$	2011 \$
INCOME		
Commercial handicraft	22,660	18,954
Cafe operations	54,367	52,491
Grass cutting and janitorial services	34,426	15,770
Thrift shop and recycling	40,978	57,321
Horticulture	4,715	7,822
Contract works	14,663	12,240
Total income	<u>171,809</u>	<u>164,598</u>
EXPENDITURE		
Client allowances	53,506	42,896
Ingredients and materials	39,770	71,398
Maintenance of equipment and vehicles	18,631	22,548
Employee benefits expense (Note 5)	605,962	586,748
Total expenditure	<u>717,869</u>	<u>723,590</u>
Net expenses	<u>(546,060)</u>	<u>(558,992)</u>

These are income generated and expenses incurred arising from the job training activities of the CFA clients.

7. Property, Plant and Equipment

	Leasehold improvements	Furniture, fittings and equipment	Computers	Motor vehicles	Total
	\$	\$	\$	\$	\$
Cost					
At 1 April 2010	13,391,279	1,484,706	858,568	139,227	15,873,780
Additions	83,310	241,069	219,346	-	543,725
Disposals	-	(10,605)	(45,317)	-	(55,922)
Transfer from building improvement in progress (Note 8)	-	36,506	-	-	36,506
At 31 March 2011	13,474,589	1,751,676	1,032,597	139,227	16,398,089
Additions	58,961	139,027	131,938	47,497	377,423
Disposals	-	(69,481)	(116,601)	-	(186,082)
At 31 March 2012	13,533,550	1,821,222	1,047,934	186,724	16,589,430
Accumulated Depreciation					
At 1 April 2010	9,222,514	877,270	857,833	97,441	11,055,058
Charge for the year	2,106,224	288,183	200,060	20,891	2,615,358
Disposals	-	(8,698)	(45,272)	-	(53,970)
At 31 March 2011	11,328,738	1,156,755	1,012,621	118,332	13,616,446
Charge for the year	493,168	300,143	150,994	30,391	974,696
Disposals	-	(66,580)	(116,508)	-	(183,088)
At 31 March 2012	11,821,906	1,390,318	1,047,107	148,723	14,408,054
Net Book Value					
At 1 April 2010	4,168,765	607,436	735	41,786	4,818,722
At 31 March 2011	2,145,851	594,921	19,976	20,895	2,781,643
At 31 March 2012	1,711,644	430,904	827	38,001	2,181,376

8. Building Improvement in Progress

	2012	2011
	\$	\$
Balance at beginning of year	-	36,506
Less : Transfer to property, plant and equipment (Note 7)	-	(36,506)
Balance at end of the year	-	-

9. New School Building

	2012	2011
	\$	\$
Balance at beginning of the year	5,126,982	124,846
Add: MOE share of cost (95%)	12,716,631	4,752,170
Tote Board share of cost (2.5% up to \$500,000)	124,942	125,058
APSN share of cost (2.5%)	546,366	124,908
Less: Transfer to asset held for disposal (Note 10)	(18,514,921)	-
Balance at end of the year	-	5,126,982

This pertains to the cost of construction for the erection of a new 4-storey Delta Senior School located at 3 Choa Chu Kang Grove. The cost of construction is 95% funded by MOE, 2.5% funded by Tote Board (up to \$500,000), and the balance of 2.5% will be obtained through donations raised by APSN.

In FY 2011/12, within the shared cost of \$546,366 by APSN, \$210,712 is the portion of Tote Board's shared cost which was paid by APSN on their behalf. APSN did not recharge this additional sharing cost to Tote Board as this amount has been recovered from MOE subsequent to the reporting year as a result of the novation agreement between APSN and MOE (Note 30).

The school obtained the Temporary Occupation Permit from the Building and Construction Authority on 27 March 2012.

10. Asset Held for Disposal under FRS 105

Effective from 23 April 2012, the ownership of the new school building located at 3 Choa Chu Kang Grove is novated to Ministry of Education ("MOE"). As a result of the novation, the cost of the new school building amounted to \$18,514,921 (Note 9) has been reclassified as Asset Held for Disposal under FRS 105 in the statement of financial position as at 31 March 2012. Further information is disclosed in Note 30 of the financial statements.

	2012	2011
	\$	\$
Asset held for disposal:		
New school building (Note 9)	18,514,921	-
Carrying value in statement of financial position	18,514,921	-

11. Inventories

	2012	2011
	\$	\$
Educational materials	10,354	9,937
Uniforms	20,901	18,060
	31,255	27,997

12. Other Receivables

	2012 \$	2011 \$
Sundry debtors, recoverable staff advances and school fees receivable	186,168	247,721
Receivables from NCSS (Note 25)	-	50,051
Interest receivable	58,349	4,369
	<u>244,517</u>	<u>302,141</u>

13. Other Assets

	2012 \$	2011 \$
Deposits for land rental & utilities	654,922	593,643
Prepayments	12,078	37,392
	<u>667,000</u>	<u>631,035</u>

14. Cash and Cash Equivalents

	2012 \$	2011 \$
Not restricted in use	21,841,641	17,698,374
Restricted in use	1,431,832	1,437,419
Cash at end of year	<u>23,273,473</u>	<u>19,135,793</u>

Cash restricted in use is for the following:

- a) Grants received, donations raised and for payment on the construction cost, of the erection of a new 4-storey school building located at Choa Chu Kang Grove.
- b) In FY2011, fixed deposit amounted to \$56,637 was held as collateral with the bank to cover the bank guarantee issued for Centre for Adult on the land rental security deposit to The Commissioner of Lands. No such fixed deposit required in FY2012.

The rate of interest for cash on interest earning balances is between 0.17% and 0.85% (2011: 0.30% and 0.80%).

14A. Cash and Cash Equivalents in the Statement of Cash Flows:

	2012 \$	2011 \$
Amount as shown above	23,273,473	19,135,793
Restricted in use	(1,431,832)	(1,437,419)
Cash and cash equivalents for statement of cash flows purposes at end of the reporting year	<u>21,841,641</u>	<u>17,698,374</u>

15. Trust Funds

	2012 \$	2011 \$
a. Edusave fund	204,369	227,923
b. Opportunity fund	48,180	49,704
c. Programme Development fund	-	-
d. NCSS Research Study	749	-
e. School pocket money fund	16,356	31,962
f. Curriculum enhancement fund	354,724	256,878
g. Trailblazer-Chan Chiew Ping special schools fund	18,291	15,677
h. Staff training fund	532,977	534,756
i. SPED Innovation award	20,677	8,107
j. SPED Student Financial Assistance Scheme	42,738	-
k. OFA Staff training grant	15,682	26,250
l. Children's Charities Association Fund	128,187	12,279
m. School Based Student Award	-	-
n. Outstanding SPED teacher award	-	-
	<u>1,382,930</u>	<u>1,163,536</u>

15a. Edusave Fund

	2012 \$	2011 \$
Balance at beginning of the year	227,923	218,670
Add: Fund received	69,650	52,275
	297,573	270,945
Less: Expenditure incurred	(93,204)	(43,022)
Balance at end of the year	<u>204,369</u>	<u>227,923</u>

Edusave fund is a grant from MOE for enrichment programmes purchase of resource materials and equipment for students.

15b. Opportunity Fund

	2012 \$	2011 \$
Balance at beginning of the year	49,704	28,101
Add: Fund received	2,122	30,495
	51,826	58,596
Less: Expenditure incurred	(3,646)	(8,892)
Balance at end of the year	<u>48,180</u>	<u>49,704</u>

The opportunity fund is a grant from MOE to provide Singapore citizen students from lower income households with school based innovations in education to enrich their learning and build firm foundations for learning.

15. Trust Funds (Cont'd)**15c. Programme Development Fund**

	2012 \$	2011 \$
Balance at beginning of the year	-	257,839
Less: Transfer to Accumulated funds	-	(257,839)
Balance at end of the year	-	-

The programme development fund was set up in FY1998/1999, comprises 50% of the unsolicited donations and actual school collected over budget up to a limit of 5% of the total actual operating expenditure. This fund was utilised for programmes to enhance the quality of teaching and learning and was capped at \$500,000 at any one time under NCSS guideline.

In FY2011, the unutilised balance was transferred to accumulated fund to be used as operating fund after obtaining approval from NCSS.

15d. NCSS Research Study

	2012 \$	2011 \$
Fund received	25,000	-
Less: Expenditure incurred	(24,251)	-
Balance at end of the year	749	-

NCSS has appointed APSN to conduct the research study to examine the post-programme experiences and outcomes of persons with mind intellectual disabilities. The study has been approved by NCSS for funding of up to \$25,000. The disbursement shall be for the first 50% to be disbursed upon signing of the Agreement of Contract and the remaining 50% to be disbursed upon NCSS's acceptance of the final report for the study.

15e. School Pocket Money Fund

	2012 \$	2011 \$
Balance at beginning of the year	31,962	37,519
Add: Fund received	2,450	7,478
	34,412	44,997
Less: Expenditure incurred	(18,056)	(13,035)
Balance at end of the year	16,356	31,962

This represents grants received from NCSS for the welfare of needy students.

15. Trust Funds (Cont'd)**15f. Curriculum Enhancement Fund**

	2012 \$	2011 \$
Balance at beginning of the year	256,878	181,859
Add: Fund received	220,000	230,000
	476,878	411,859
Less: Expenditure incurred	(122,154)	(154,981)
Balance at end of the year	354,724	256,878

The Curriculum Enhancement Fund ("CEF") was set up in FY2009/2010, by MOE to promote and sustain school initiated efforts in enhancing the quality of the special education curricula and co-curricula. The fund is jointly administered by MOE-NCSS and will be allocated to all SPED schools as a block grant annually.

15g. Trailblazer-Chan Chiew Ping Special Schools Fund

	2012 \$	2011 \$
Balance at beginning of the year	15,677	17,775
Add: Fund received	15,403	8,293
	31,080	26,068
Less: Expenditure incurred	(12,789)	(10,391)
Balance at end of the year	18,291	15,677

Trailblazer-Chan Chiew Ping Special Schools Fund was set up by Trailblazer Foundation, administered by NCSS, to provide financial assistance to SPED students affected by the economic downturn. The fund aims to help special school students from low-income families to remain in school and receive critical intervention services despite the economic downturn.

15h. Staff Training Fund

	2012 \$	2011 \$
Balance at beginning of the year	534,756	514,082
Add: Fund received	267,905	257,950
	802,661	772,032
Less: Expenditure incurred	(269,684)	(237,276)
Balance at end of the year	532,977	534,756

This represents grant of \$1,100 per staff per annum from MOE for staff to receive training and professional development. The balance at the end of the year must be spent for the same purpose in subsequent years.

15. Trust Funds (Cont'd)**15i. SPED Innovation Award**

	2012 \$	2011 \$
Balance at beginning of the year	8,107	12,867
Add: Fund received	35,000	-
	43,107	12,867
Less: Expenditure incurred	(22,430)	(4,760)
Balance at end of the year	20,677	8,107

The MOE-NCSS SPED Innovation Award is a school programme given to Chaoyang School, Tanglin School and Delta Senior School.

15j. SPED Student Financial Assistance Scheme

	2012 \$	2011 \$
Balance at beginning of the year	-	-
Add: Fund received	73,110	-
	73,110	-
Less: Expenditure incurred	(30,372)	-
Balance at end of the year	42,738	-

MOE and NCSS provide SPED Student Financial Assistance Scheme is to assist needy students in SPED schools with subsidy for their school fees, uniforms and textbooks, and a 75% subsidy on their examination fees. Per announcement at the budget statement on 18/2/2011, all SPED schools will receive a one-off top up fund from MOE.

15k. OFA Staff Training Fund

	2012 \$	2011 \$
Balance at beginning of the year	26,250	-
Add: Fund received	4,000	33,500
	30,250	33,500
Less: Expenditure incurred	(14,568)	(7,250)
Balance at end of the year	15,682	26,250

This represents grant of \$250 per staff from NCSS for staff to build competencies. The grant is for a 3-year period from FY2010 to FY2012. Unutilised grant may be retained for future use within a 3-year period.

15. Trust Funds (Cont'd)**15l. Children's Charities Association Fund**

	2012 \$	2011 \$
Balance at beginning of the year	12,279	151,245
Add: Fund received	116,972	102,223
	129,251	253,468
Less: Fund utilised	(1,064)	(52,940)
Transfer to CFA Accumulated Fund	-	(188,249)
Balance at end of the year	128,187	12,279

The Children's Charities Association Fund "CCA Fund" is designated for operational costs or to run programmes or projects carried out by schools and CFA, benefiting children up to age of 21 years old. The funds are to be designated for educational programmes, job training, student welfare and enrichment programmes for students. Since 26 May 2011, CFA has been receiving CCA Fund.

In FY2011, an amount of \$188,249 was transferred to CFA accumulated fund to be used as operating funds after obtaining approval from the CFA Management Committee on 26 May 2011.

15m. School Based Student Award

	2012 \$	2011 \$
Balance at beginning of the year	-	-
Add: Fund received	98,900	88,470
	98,900	88,470
Less: Fund utilised	(98,900)	(63,920)
Refunded to MOE	-	(24,550)
Balance at end of the year	-	-

This was given by MOE to SPED students to encourage and recognize their achievements and progress. This award will be given annually to students who are Singapore citizens with good conduct and who meet the school-based criteria for the awards.

15n. Outstanding SPED Teacher Award

	2012 \$	2011 \$
Balance at beginning of the year	-	15,000
Less: Expenditure incurred	-	(15,000)
Balance at end of the year	-	-

This represents Outstanding SPED Teacher Award received from MOE by Chaoyang School and Tanglin School, which to be used for teachers' professional development, utilised in FY2010/2011.

16. Association Building Fund

	2012 \$	2011 \$
Balance at beginning and at end of the year	2,183,209	2,183,209
Add: Fund received	0 12,405	-
Balance at end of the year	<u>2,195,614</u>	<u>2,183,209</u>

This fund is for the purchase of APSN's premises and relocation expenses.

17. Designated Donation Fund

	2012 \$	2011 \$
a. Designated donation	1,782,576	1,025,606
b. General purpose	13,478	13,478
c. Education fund	793,748	691,251
d. Percussion fund	35,538	36,138
	<u>2,625,340</u>	<u>1,766,473</u>

17a. Designated Donation

	2012 \$	2011 \$
Balance at beginning of the year	1,025,606	799,472
Add: Fund received	<u>1,010,772</u>	<u>426,817</u>
	2,036,378	1,226,289
Less: Expenditure incurred	(294,287)	(200,674)
Transfer to CFA Accumulated Fund	<u>(40,485)</u>	<u>(9)</u>
Balance at end of the year	<u>1,782,576</u>	<u>1,025,606</u>

The designated donation fund relates to donations received for specific purposes.

17b. General Purpose Fund

	2012 \$	2011 \$
Balance at beginning and end of the year	<u>13,478</u>	<u>13,478</u>

This represents fund retained for general use by the APSN and schools.

17c. Education Fund

	2012 \$	2011 \$
Balance at beginning of the year	691,251	659,324
Add: Public donations received	<u>102,497</u>	<u>31,927</u>
Balance at end of the year	<u>793,748</u>	<u>691,251</u>

This fund from CCA and public donation is to be utilised for the education and enrichment programme for students.

17. Designated Donation Fund (Cont'd)**17d. Percussion Fund**

	2012 \$	2011 \$
Balance at beginning of the year	36,138	36,138
Less: Funds utilised	(600)	-
Balance at end of the year	<u>35,538</u>	<u>36,138</u>

This fund is set up to promote the performing arts in Tanglin School. It provides an opportunity for students to develop their creativity and showcase their musical talents.

18. Deferred Capital Grant

	2012 \$	2011 \$
Cost		
Balance at beginning of the year	15,385,857	15,084,513
Refurbishment of property, purchase of plant and equipment:		
- Grant from MOE, MCYS, Tote Board	15,698	188,575
- Public donations	62,227	54,084
- Transfer from School Building Fund (Note 20a)	16,607	-
- Transfer from Refurbishment Fund	-	58,685
Balance at end of the year	<u>15,480,389</u>	<u>15,385,857</u>
Less: Accumulated amortisation	<u>(13,589,602)</u>	<u>(12,885,494)</u>
Net balance at end of the year	<u>1,890,787</u>	<u>2,500,363</u>
Accumulated amortisation:		
Balance at beginning of the year	12,885,494	10,539,387
Amortisation for the year	<u>704,108</u>	<u>2,346,107</u>
Balance at end of the year	<u>13,589,602</u>	<u>12,885,494</u>

This represents grants and donations utilised for the refurbishment of properties and purchase of plant and equipment.

19. Refurbishment Fund

	2012 \$	2011 \$
a. Capital Asset fund	80,027	80,027
b. CFA Refurbishment fund	<u>57,764</u>	<u>57,764</u>
	<u>137,791</u>	<u>137,791</u>

19. Refurbishment Fund (Cont'd)**19a. Capital Asset Fund**

	2012 \$	2011 \$
Balance at beginning of the year	80,027	97,690
Less: Transfer to Deferred Capital Grant (Note 18)	-	(17,663)
Balance at end of the year	<u>80,027</u>	<u>80,027</u>

The capital asset fund is set up during the refurbishment of Tanglin School and Delta Senior School existing premise. The fund received comprises 95% funding from MOE and public donations for the purchase of furniture, equipment and computer equipments.

19b. CFA Refurbishment Fund

	2012 \$	2011 \$
Balance at beginning of the year	57,764	90,988
Add: Grant from MCYS, Tote Board	-	7,798
	<u>57,764</u>	<u>98,786</u>
Less: Transfer to Deferred Capital Grant	-	-
- MCYS & Tote Board grant	-	(19,548)
- Public donations	-	(21,474)
Balance at end of the year	<u>57,764</u>	<u>57,764</u>

The CFA refurbishment fund is set up for refurbishment of CFA existing premise during the year.

20. School Building Fund

	2012 \$	2011 \$
a. Chaoyang School	3,952	20,559
b. Delta Senior School – New School Building	<u>18,007,881</u>	<u>5,291,250</u>
	<u>18,011,833</u>	<u>5,311,809</u>

20a. Chaoyang School

	2012 \$	2011 \$
Balance at beginning of the year	20,559	13,559
Add: Public Donations Received	-	7,000
Less: Transferred to deferred capital grant (Note 18)	(16,607)	-
Balance at end of the year	<u>3,952</u>	<u>20,559</u>

This fund is for the refurbishment of Chaoyang School.

20. School Building Fund (Cont'd)**20b. Delta Senior School – New School Building**

	2012 \$	2011 \$
Balance at beginning of the year	5,291,250	518,502
Add : Grant received from MOE	12,716,631	4,752,171
Fund raised by APSN	-	20,577
Balance at end of the year	<u>18,007,881</u>	<u>5,291,250</u>

This fund is set up for the erection of a new 4-storey Delta Senior School located at Choa Chu Kang Grove (Note 29c). The fund received comprises 95% funding from MOE, 2.5% funding from Tote Board (up to \$500,000) and 2.5% through donations raised by APSN (Note 30).

21. Provision

	2012 \$	2011 \$
Provision for dismantling and removing the item and restoring the site relating to plant and equipment:		
Movements in above provision:		
Balance at beginning and end of the year	<u>100,000</u>	<u>100,000</u>

The provision is based on the present value of costs to be incurred to remove plant and equipment from leased property. The estimate is based on quotations from external contractors. The unexpired term is 2 years.

22. Fund held on behalf of AFID

	2012 \$	2011 \$
Bank balance held in trust	<u>50,213</u>	<u>46,778</u>

23. AFID Conference Fund

	2012 \$	2011 \$
Balance at beginning of the year	54,747	-
Add : Surplus money from AFID Conference	-	54,747
Less: Expenditure incurred	(10,449)	-
Balance at end of the year	<u>44,298</u>	<u>54,747</u>

This fund was set up from APSN's share of the surplus money from the 19th AFID conference organised jointly by APSN and MINDS in November 2009. Exco approved for the fund to be used for APSN's volunteers to defray the expenses incurred in sending Board members and other volunteers to conferences, study trips, meetings and educational activities locally or overseas.

24. Other Creditors and Accruals

	2012 \$	2011 \$
Sundry creditors	1,614,827	61,866
Accrued operating expenses	1,067,759	1,419,911
	<u>2,682,586</u>	<u>1,481,777</u>

25. Amount Due to NCSS, MOE And MCYS

	2012 \$	2011 \$
National Council of Social Service ("NCSS")		
Balance at beginning of the year	(50,051)	114,887
Refunded to NCSS	42,583	(117,565)
Adjustment for prior years over/(under) funding	7,468	(6,073)
Provision for current year over/(under) funding	34,700	(41,300)
Due to/(from) NCSS	<u>34,700</u>	<u>(50,051)</u>
Ministry of Education ("MOE")		
Balance at beginning of the year	-	105,294
Refunded to MOE	-	(97,363)
Write back of prior year over funding	-	(7,931)
Provision for current year over funding	78,849	-
Due to MOE	<u>78,849</u>	<u>-</u>
Ministry of Community Development, Youth & Sports ("MCYS")		
Balance at beginning of the year	33,800	12,000
Refunded by MCYS	-	16,268
Adjustment for prior years funding	-	732
Provision for current year (under)/over funding	(16,000)	4,800
Due to MCYS	<u>17,800</u>	<u>33,800</u>
Singapore Totalisator Board ("Tote Board")		
Balance at beginning of the year	83,573	(457,608)
Refunded to Tote Board	-	(462,904)
Adjustment for prior years overfunding	10,561	843,969
Provision for current year (under)/over funding	(59,821)	160,116
Due to Tote Board	<u>34,313</u>	<u>83,573</u>
Balance at end of the year and included in Other Receivables (Note 12)	<u>-</u>	<u>(50,051)</u>
Balance at end of the year	<u>165,662</u>	<u>117,373</u>

The amount due to NCSS, MOE and MCYS comprises of adjustments and provision for over/(under) funding during the reporting years.

Effective 2008/2009, under the Outcome Funding Agreement ("OFA") with NCSS, operating grant from NCSS will be based on the actual student muster enrolment.

26. School Fees Received in Advance

	2012 \$	2011 \$
Advance school fees received from parents	16,891	3,635
Edusave pupil fund (a)	100,140	124,079
	<u>107,031</u>	<u>127,714</u>
(a) Balance at beginning of the year	124,079	113,481
Add: Receipts	185,082	210,110
	309,161	323,591
Less: Transfer to school fee income	(209,021)	(199,512)
Balance at end of the year	<u>100,140</u>	<u>124,079</u>

Edusave Pupils Fund is an amount received from MOE for students' school fees and enrichment program.

27. Income Tax and Tax-Exempt Receipts

27A. Income Tax

The Association is exempted from tax on income and gain falling within section 13U(1) of the Singapore Income Tax Act to the extent that these are applied to its charitable objects. Therefore, no provision for income tax has been made in the financial statements.

27B. Tax-Exempt Receipts

The Association enjoys a concessionary tax treatment whereby qualifying donors are granted 2.5 times double tax deduction for the donations made to the general funds of the Association. The Institutions of Public Character status for general donations made to the general funds of the Association is for the period 1 October 2007 to 30 September 2012.

	2012 \$	2011 \$
Tax-exempt receipts issued for donations collected	<u>446,395</u>	<u>244,050</u>

28. Financial Instruments: Information on Financial Risks

28A. Classification of Financial Assets and Liabilities

The following table summarises the carrying amount of financial assets and financial liabilities recorded at the end of the reporting year by FRS 39 categories:

	2012 \$	2011 \$
<u>Financial assets:</u>		
Cash and cash equivalents	23,273,473	19,135,793
Other receivables	244,517	302,141
At end of the year	<u>23,517,990</u>	<u>19,437,934</u>
<u>Financial liabilities:</u>		
Measured at amortised costs:		
- Other creditors and accruals	2,682,586	1,481,777
- Amount owing to NCSS, MOE and MCYS	165,662	117,373
At end of the year	<u>2,848,248</u>	<u>1,599,150</u>

Further quantitative disclosures are included throughout these financial statements.

28B. Financial Risk Management

The main purpose of the financial instruments is to raise and manage finance for the Association's operations. The main risks arising from the Association's financial instruments are credit risk, interest risk and liquidity risk. The financial instruments comprise cash and bank balances, interest bearing fixed deposits, receivables and payables.

The Executive Committee has certain strategies for the management of financial risks. These guidelines set up the short and long term objectives and action to be taken in order to manage the financial risks. The major guidelines are the following:

1. Minimise interest rate, currency, credit and market risk for all kinds of transactions.
2. Maximise the use of "natural hedge": favouring as much as possible the natural off-setting of payables and receivables denominated in the same currency. The same strategy is pursued with regard to interest rate risk.
3. All financial risk management activities for the investments are carried out by the Finance & Investment Sub-Committee.
4. All financial risk management activities are carried out following good market practices.

28C. Fair Values of Financial Instruments

The financial assets and financial liabilities at amortised cost are at a carrying amount that is a reasonable approximation of fair value.

28. Financial Instruments: Information on Financial Risks (Cont'd)

28D. Credit Risk on Financial Assets

Financial assets that are potentially subject to concentrations of credit risk and failures by counterparties to discharge their obligations in full or in a timely manner consist principally of cash balances with banks, cash equivalents and receivables. The maximum exposure to credit risk is: the total of the fair value of the financial instruments; the maximum amount the entity could have to pay if the guarantee is called on; and the full amount of any loan payable commitment at the end of the reporting year. Credit risk on cash balances with banks and any derivative financial instruments is limited because the counter-parties are entities with acceptable credit ratings. Credit risk on other financial assets is limited because the other parties are entities with acceptable credit ratings. For credit risk on receivables an ongoing credit evaluation is performed on the financial condition of the debtors and a loss from impairment is recognised in profit or loss. The exposure to credit risk is controlled by setting limits on the exposure to individual customers and these are disseminated to the relevant persons concerned and compliance is monitored by the School Management Committee.

As disclosed in Note 14, cash and cash equivalents balances represent short-term deposits with a less than 90-day maturity.

Other receivables are normally with no fixed terms and therefore there is no maturity.

28E. Liquidity Risk

The liquidity risk is managed on the basis of expected maturity dates of the financial liabilities. All financial liabilities of the Association are due within one year.

The average credit period taken to settle trade payables is about 30 days (2011: 30 days). The other payables are with short-term durations.

The Association has sufficient cash balances to support cash commitments from their existing liabilities. Accordingly, the Association utilised minimum banking facilities.

28F. Interest Rate Risk

The interest rate risk exposure is mainly from changes in interest rates on interest bearing fixed deposits. The interest rate risk on financial assets and financial liabilities is not significant.

29. Commitments

At the end of the reporting year, the total of future minimum lease payment commitments under non-cancellable operating leases are as follows:

	2012 \$	2011 \$
a. Rental of Equipment		
Within one year	25,418	22,239
After one year but not more than 5 years	36,619	47,498
	<u>62,037</u>	<u>69,737</u>
 Rental Expense	 <u>26,352</u>	 <u>23,640</u>

The operating lease payments are for rentals payable for photocopier machines. The lease rentals terms are for an average of five years.

b. Land Rental		
Within one year	2,459,765	1,922,997
After one year but not more than 5 years	2,288,503	1,978,982
	<u>4,748,268</u>	<u>3,901,979</u>
 Rental Expense	 <u>2,565,852</u>	 <u>2,593,760</u>

The operating lease payments are for rentals payable for the land. The land lease with Singapore Land Authority (SLA) is for an average of 3 years and 4 years for the schools and Centre for Adults respectively and is fully funded and paid by MOE for the Schools directly by SLA, and is funded by MCYS for CFA.

The land lease rental terms are negotiated for an average term of 3 years and 4 years and rentals are subject to an escalation clause but the amount of the rent increases is not to exceed a certain percentage. Such increases are not included in the above amounts.

c. Capital Commitment		
	2012 \$	2011 \$
Commitments to purchase plant and equipment	402,232	92,191
Commitments for construction of new school building in DSS	<u>115,185</u>	<u>14,266,466</u>

30. Events after the End of the Reporting Year

On 23 April 2012, the Association signed a novation agreement with the Ministry of Education ("MOE") and its contractors which resulted in MOE taking over rights and benefits of the new school building located at 3 Choa Chu Kang Grove. MOE would also undertake the obligation to settle claims by the contractors from this date onwards.

As a result of this novation agreement, MOE had on 15 May 2012 reimbursed APSN its 5% share of the development costs which amounted to \$925,652. Accordingly, APSN would refund the 2.5% share of development costs amounting to \$250,000 to Tote Board.

In addition, the new school building fund (Note 18) created for the purpose of the new school building would be de-recognised subsequent to the novation date.

31. Changes and Adoption of Financial Reporting Standards

For the reporting year ended 31 March 2012 the following new or revised Singapore Financial Reporting Standards were adopted. The new or revised standards did not require any modification of the measurement methods or the presentation in the financial statements.

<u>FRS No.</u>	<u>Title</u>
FRS 1	Presentation of Financial Statements Disclosures (Amendments)
FRS 24	Related Party Disclosures (Revised)
FRS 27	Consolidated and Separate Financial Statements (Amendments)
FRS 32	Classification Of Rights Issues (Amendments) (*)
FRS 34	Interim Financial Reporting (Amendments) (*)
FRS 103	Business Combinations (Amendments) (*)
FRS 107	Financial Instruments: Disclosures (Amendments)
FRS 107	Financial Instruments: Disclosures (Amendments) - Transfers of Financial Assets (*)
INT FRS 113	Customer Loyalty Programmes (Amendments) (*)
INT FRS 114	Prepayments of a Minimum Funding Requirement (revised) (*)
INT FRS 115	Agreements for the Construction of Real Estate (*)
INT FRS 119	Extinguishing Financial Liabilities with Equity Instruments (*)

(*) Not relevant to the Association

32. Future Changes in Financial Reporting Standards

The following new or revised Singapore Financial Reporting Standards that have been issued will be effective in future. The transfer to the new or revised standards from the effective dates is not expected to result in material adjustments to the financial position, results of operations, or cash flows for the following year.

<u>FRS No.</u>	<u>Title</u>	<u>Effective date for periods beginning on or after</u>
FRS 1	Amendments to FRS 1 – Presentation of Items of Other Comprehensive Income	1 Jul 2012
FRS 12	Deferred Tax (Amendments) – Recovery of Underlying Assets (*)	1 Jan 2012
FRS 19	Employee Benefits	1 Jan 2013
FRS 27	Consolidated and Separate Financial Statements (Amendments)	1 Jul 2011
FRS 27	Separate Financial Statements (*)	1 Jan 2013
FRS 28	Investments in Associates and Joint Ventures (*)	1 Jan 2013
FRS 107	Financial Instruments: Disclosures (Amendments) - Transfers of Financial Assets (*)	1 Jul 2011
FRS 110	Consolidated Financial Statements	1 Jan 2013
FRS 111	Joint Arrangements (*)	1 Jan 2013
FRS 112	Disclosure of Interests in Other Entities (*)	1 Jan 2013
FRS 113	Fair Value Measurements	1 Jan 2013

(*) Not relevant to the Association

Other than the above new or revised Financial Reporting Standards, the Charities Accounting Standard will become effective on 1 July 2011. The Association has up to 1 January 2015 to adopt this Standard.