



Financial Statements

CONTENTS

	Page No
General Information	65
Statement by Executive Committee	66
Independent Auditor's Report	66
Statement of Financial Activities	67
Statement of Changes in Accumulated Funds	72
Statement of Financial Position	72
Statement of Cash Flows	73
Notes to the Financial Statements	73

GENERAL INFORMATION

Executive Committee Members

Mr. Chan Chee Keong	–	President
Dr. Francis C. Chen	–	Emeritus President
Mr. Winston Wong	–	Vice President
Dr. Victor Tay Kah Soon	–	Vice President
Ms. Annabel Moore	–	Hon Secretary
Mr. Gwee Sze Chuan	–	Hon Treasurer
Mrs. Ruby Cheah	–	Hon Assistant Treasurer
Mr. Bill Bowman	–	Committee Member
Mr. Royce Seah	–	Committee Member
Mr. Chinnu Palanivelu	–	Committee Member
Ms. Seet Chor Hoon	–	Committee Member
Mr. Tan Cheen Chong	–	Committee Member

Address

900 New Upper Changi Road
Singapore 467354

Independent Auditor

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)
(UEN : S75SS0058K)

STATEMENT BY EXECUTIVE COMMITTEE

The Executive Committee is responsible for the fair presentation of the financial statements of Association For Persons With Special Needs ("the Association") 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: –

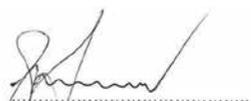
- (a) the accompanying statement of financial activities, statement of changes in accumulated fund, statement of financial position, statement of cash flows and notes thereto are drawn up so as to give a true and fair view of the state of affairs of the Association as at 31 March 2015 and of the results, changes in accumulated funds and cash flows of the Association for the reporting year then ended; and
- (b) 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



Mr. Chan Chee Keong
President



Mr. Gwee Sze Chuan
Honorary Treasurer

Singapore

5 August 2015

**INDEPENDENT AUDITOR'S 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)
(UEN : S75SS0058K)

Report on the financial statements

We have audited the accompanying financial statements of the Association For Persons With Special Needs (the "Association") which comprise the statement of financial position as at 31 March 2015, and the statement of financial activities, statement of changes in accumulated funds 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 the Executive Committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

INDEPENDENT AUDITOR'S 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)
(UEN : S75SS0058K)

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 2015 and the results, changes in accumulated funds 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 appeals.

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 monies 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
Chartered Accountants
Singapore

5 August 2015

Partner in charge of audit: Chan Sek Wai
Effective from reporting year ended 31 March 2013

	Notes	2015 \$	2014 \$
INCOMING RESOURCES			
Amortisation of deferred capital grants	18	998,561	898,758
Donations			
– Designated donations	17	1,276,841	1,310,344
– General donations		179,515	22,617
– Donation in kind		146,483	44,919
Grant from MSF			
– HR development funding		37,500	–
– Operating grants	4	558,853	597,124
– Land rental / TOL grant		268,337	268,246
Grant from MOE			
– Operating grants	4	15,002,294	13,925,695
– MOE special purpose grants	5	784,825	551,204
– MOE funds	14	1,197,014	1,272,963
– Land rental / TOL grant		2,317,150	2,314,298
Grant from NCSS / Tote Board			
– Operating grants	4	6,599,851	6,276,199
Interest income		89,061	77,751
Membership fee		–	260
Miscellaneous income		23,086	6,405
Programme / school fees			
– Local students		343,649	378,320
– Foreign students		252,729	299,740
Programme sales and services		92,674	149,533
Programme sales and services (Designated)	17	134,161	–
Rental income from investment properties	9	65,000	–
Trust fund incomes	15	1,420,010	998,783
Total incoming resources		31,787,594	29,393,159
Less: Total resources expended – See page 68		(28,982,521)	(27,000,201)
Surplus for the year		2,805,073	2,392,958
Add / (Less): Transfer from / (to)			
– Designated donations	17	(516,049)	(55,957)
– MOE funds	14	(48,639)	(53,037)
– Trust funds	15	(537,584)	(374,327)
Net Surplus transferred to accumulated funds		1,702,801	1,909,637

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)
(UEN : S75SS0058K)

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE REPORTING YEAR ENDED 31 MARCH 2015**

	Notes	2015 \$	2014 \$
Resources expended			
Audit fee		41,455	54,100
Bank charges		4,969	4,736
Client allowance		82,236	73,548
Communication and postages		60,747	57,357
Depreciation of property, plant and equipment	8	1,476,697	1,299,621
Depreciation of investment properties	9	36,658	–
Designated donation expenses	17	894,953	1,254,387
Donation in kind expenses		149,483	49,006
Educational and teaching materials		308,064	265,487
Employee salaries and benefit expenses	6	19,041,372	17,366,099
General insurance		37,645	35,728
Ingredients and materials		69,167	44,445
Land rental	28b	2,585,672	2,583,500
License fee		1,226	815
Loss on disposal of plant and equipment		534	6,165
Maintenance of equipment and vehicle		206,278	145,763
Maintenance of premises		390,509	338,340
Membership fees		3,071	4,644
MOE fund expenses	14	1,148,375	1,219,926
Professional fees		20,613	107,746
Property tax		9,053	–
Purchase of contract services		287,389	287,627
Rental of equipment	28a	34,693	34,288
School fees uncollectible written-off		2,912	800
School functions and activities		543,105	293,538
School breakfast programme		15,585	–
SPED financial assistance scheme		128,902	–
Small equipment and furniture		50,906	176,369
Staff recruitment expenses		8,169	16,040
Staff training & development (HQ & CFA)		47,589	18,284
Staff transport expenses		35,471	34,701
Staff welfare expenses		354,629	368,705
Stamp duties and processing fees		8,465	9,182
Stationery and supplies		189,410	200,949
Trust fund expenses	15	882,426	624,456
Transport subsidy for students		90,582	181,520
Utilities		409,197	391,743
Written off – inventories		1,744	1,070
Utilisation of funds	7	(677,430)	(550,484)
Total resources expended		<u>28,982,521</u>	<u>27,000,201</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)
(UEN : S75SS0058K)

STATEMENT OF FINANCIAL ACTIVITIES (BY CENTRE)
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

	CHAORYANG SCHOOL	KATONG SCHOOL	TANGLIN SCHOOL	DELTA SENIOR SCHOOL	HQ	CENTRE FOR ADULTS	APSN STUDENT CARE CENTRE	INTRA- CENTRE ELIMINATION	2015 FINAL TOTAL	2014 FINAL TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
INCOMING RESOURCES										
Amortisation of deferred capital grant	38,626	108,357	47,670	220,159	83,096	500,653	-	-	998,561	898,758
Donations										
– Designated donations	39,633	44,426	64,934	20,042	542,005	565,801	-	-	1,276,841	1,310,344
– General donations	-	-	-	3,717	-	-	175,798	-	179,515	22,617
– Donation in kind	10,951	12,996	16,198	2,442	86,609	17,287	-	-	146,483	44,919
Grant from MSF										
– HR development funding	-	-	-	-	37,500	-	-	-	37,500	-
– Operating grants	-	-	-	-	-	505,180	53,673	-	558,853	597,124
– Land rental / TOL grant	-	-	-	-	-	249,417	18,920	-	268,337	268,246
Grant from MOE										
– Operating grants	2,935,811	2,755,395	3,391,949	5,919,139	-	-	-	-	15,002,294	13,925,695
– MOE special purpose grants	219,906	198,352	197,881	168,686	-	-	-	-	784,825	551,204
– MOE funds	195,337	276,844	448,909	275,924	-	-	-	-	1,197,014	1,272,963
– Land rental / TOL grant	616,184	547,279	662,043	491,644	-	-	-	-	2,317,150	2,314,298
Grant from NCSS										
– Operating grants	1,085,848	1,019,118	1,254,556	2,189,270	-	521,050	-	-	6,069,842	5,740,950
– HQ costs apportionment	113,098	113,098	113,098	113,098	-	79,833	-	-	532,225	524,790
– SPED financial assistance scheme – NCSS share	3,676	11,090	14,773	18,799	-	-	-	-	48,338	-
– Provision for under / (over) funding NCSS	14,828	14,807	(14,962)	1,228	-	(66,455)	-	-	(50,554)	10,459
Interest income	14,194	15,404	24,117	14,331	19,442	1,551	22	-	89,061	77,751
Membership fees	-	-	-	-	-	-	-	-	-	260
Miscellaneous income	-	6,568	7,545	2,158	6,331	484	-	-	23,086	6,405
Programme sales and services	-	-	-	-	-	92,674	-	-	92,674	149,533
Programme sales and services (Designated)	-	-	-	-	-	134,161	-	-	134,161	-
Programme sales and services (Intra-division charges)	-	-	-	-	-	41,440	-	(41,440)	-	-
Programme / school fees										
– Local students	58,800	48,240	62,580	88,640	-	65,710	19,679	-	343,649	378,320
– Foreign students	-	169,536	68,264	14,929	-	-	-	-	252,729	299,740
Rental income	-	-	-	-	65,000	-	-	-	65,000	-
Trust fund income	94,520	45,745	43,337	23,573	162,774	1,050,061	-	-	1,420,010	998,783
TOTAL INCOMING RESOURCES	5,441,412	5,387,255	6,402,892	9,567,779	1,002,757	3,758,847	268,092	(41,440)	31,787,594	29,393,159

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)
(UEN : S75SS0058K)

STATEMENT OF FINANCIAL ACTIVITIES (BY CENTRE)
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

	CHAORYANG SCHOOL	KATONG SCHOOL	TANGLIN SCHOOL	DELTA SENIOR SCHOOL	HQ	CENTRE FOR ADULTS	APSN STUDENT CARE CENTRE	INTRA- CENTRE ELIMINATION	2015 FINAL TOTAL	2014 FINAL TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
RESOURCES EXPENDED										
Audit fee	6,955	6,839	6,839	7,259	9,210	6,493	(2,140)	-	41,455	54,100
Bank charges	537	652	717	1,096	1,367	473	127	-	4,969	4,736
Client allowance	-	-	-	-	-	82,236	-	-	82,236	73,548
Communication and postages	7,610	7,274	9,592	17,489	11,165	7,617	-	-	60,747	57,357
Depreciation of property, plant and equipment	110,945	215,820	154,327	419,034	59,065	517,506	-	-	1,476,697	1,299,621
Depreciation of investment properties	-	-	-	-	36,658	-	-	-	36,658	-
Designated donation expenses	29,013	54,328	55,240	15,598	191,326	549,448	-	-	894,953	1,254,387
Donation in kind expenses	10,951	12,996	16,198	5,442	86,609	17,287	-	-	149,483	49,006
Educational and teaching materials	36,976	20,488	33,271	217,329	-	-	-	-	308,064	265,487
Employee salaries and benefits expense	3,131,713	3,363,557	4,074,243	5,604,316	1,421,656	1,355,876	90,011	-	19,041,372	17,366,099
Head office cost allocation	113,098	113,098	113,098	113,098	(532,225)	79,833	-	-	-	-
Insurance (Property, liability & workmen compensation)	5,339	4,639	6,659	10,690	7,052	2,670	596	-	37,645	35,728
Ingredients and materials	-	-	-	-	-	69,167	-	-	69,167	44,445
Land rental	616,369	547,279	662,043	491,644	-	249,417	18,920	-	2,585,672	2,583,500
License fees	1,226	-	-	-	-	-	-	-	1,226	815
Loss on disposal of fixed assets	-	352	113	59	9	1	-	-	534	6,165
Maintenance of equipment and vehicles	18,343	42,764	25,402	85,868	2,702	31,199	-	-	206,278	145,763
Maintenance of premises	57,138	48,993	47,221	196,989	19,092	20,407	669	-	390,509	338,340
Maintenance of premises (Intra-division charges)	6,400	660	780	33,600	-	-	-	(41,440)	-	-
Membership fee	-	-	675	-	2,396	-	-	-	3,071	4,644
MOE fund expenses	214,268	278,239	358,514	297,354	-	-	-	-	1,148,375	1,219,926
Professional fees	19,645	-	-	-	968	-	-	-	20,613	107,746
Property tax	-	-	-	-	9,053	-	-	-	9,053	-
Purchase of contract services	63,335	78,951	70,032	75,071	-	-	-	-	287,389	287,627
Rental of equipment	5,996	6,741	3,762	14,098	2,067	2,029	-	-	34,693	34,288
School fees uncollectible written-off	60	160	992	-	-	1,700	-	-	2,912	800
School function and activities	126,276	37,929	38,126	326,833	11,672	917	1,352	-	543,105	293,538
School breakfast programme	9,471	6,114	-	-	-	-	-	-	15,585	-
SPED financial assistance scheme	9,802	29,574	39,395	50,131	-	-	-	-	128,902	-
Shared expenses curriculum, IT support, communication and publicity, admission and review, etc.	206,386	203,108	227,953	303,878	(1,098,045)	156,720	-	-	-	-

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)
(UEN : S75SS0058K)

STATEMENT OF FINANCIAL ACTIVITIES (BY CENTRE)
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

	CHAOYANG SCHOOL	KATONG SCHOOL	TANGLIN SCHOOL	DELTA SENIOR SCHOOL	HQ	CENTRE FOR ADULTS	APSN STUDENT CARE CENTRE	INTRA- CENTRE ELIMINATION	2015 FINAL TOTAL	2014 FINAL TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
RESOURCES EXPENDED (CONT'D)										
Small equipment and furniture (<\$1,000)	13,933	1,027	20,985	9,213	2,257	3,143	348	-	50,906	176,369
Staff recruitment expenses	965	549	95	2,909	3,124	527	-	-	8,169	16,040
Staff training & development ("HQ & CFA")	-	-	-	-	29,748	17,841	-	-	47,589	18,284
Staff transport expenses	442	1,430	3,011	10,676	11,705	8,207	-	-	35,471	34,701
Staff welfare expenses	65,996	70,083	73,867	111,197	19,579	12,528	1,379	-	354,629	368,705
Stamp duties and processing fee	7,350	-	-	-	-	1,115	-	-	8,465	9,182
Stationery and supplies	38,019	12,819	16,686	82,647	26,385	12,774	80	-	189,410	200,949
Trust fund expenses	93,850	36,288	58,085	24,671	115,562	553,970	-	-	882,426	624,456
Transport subsidy for students	17,490	13,700	27,692	31,700	-	-	-	-	90,582	181,520
Utilities	67,574	62,845	67,994	148,048	7,500	50,540	4,696	-	409,197	391,743
Written off - Inventories	-	-	-	-	-	1,744	-	-	1,744	1,070
Utilisation of funds	-	-	-	-	-	(677,430)	-	-	(677,430)	(550,484)
Total resources expended	5,113,471	5,279,296	6,213,607	8,707,937	457,657	3,135,955	116,038	(41,440)	28,982,521	27,000,201
Surplus for the Year	327,941	107,959	189,285	859,842	545,100	622,892	152,054	-	2,805,073	2,392,958
Less: Transfer from (to) various funds										
- Designated donations	(10,620)	9,902	(9,694)	(4,444)	(350,679)	(150,514)	-	-	(516,049)	(55,957)
- MOE funds	18,931	1,395	(90,395)	21,430	-	-	-	-	(48,639)	(53,037)
- Trust funds	(670)	(9,457)	14,748	1,098	(47,212)	(496,091)	-	-	(537,584)	(374,327)
Net surplus / (deficit) transfer to accumulated fund	335,582	109,799	103,944	877,926	147,209	(23,713)	152,054	-	1,702,801	1,909,637
Represented by accumulated fund										
Balance at beginning of the year	2,898,973	2,474,260	3,903,458	8,856,113	592,204	834,277	(131,358)	-	19,427,927	17,367,638
Net Surplus / (deficit) for the year	335,582	109,799	103,944	877,926	147,209	(23,713)	152,054	-	1,702,801	1,909,637
Add / (Less):										
Prior years under / (over) funding										
- NCSS / MSF/Tote Board	-	(44,630)	-	830	-	(30,962)	-	-	(74,762)	(18,595)
Transfer from CFA designated donations	-	-	-	-	-	-	-	-	-	169,247
Balance at end of the year	3,234,555	2,539,429	4,007,402	9,734,869	739,413	779,602	20,696	-	21,055,966	19,427,927

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)
(UEN : S75SS0058K)

**STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015**

	2015 \$	2014 \$
Balance at beginning of the year	19,427,927	17,367,638
Net surplus for the year	1,702,801	1,909,637
Add / (Less):		
Prior year over funding from NCSS and MSF	(74,762)	(18,595)
Transfer from CFA designated donations	-	169,247
Balance at end of year	<u>21,055,966</u>	<u>19,427,927</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)
(UEN : S75SS0058K)

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2015

	Notes	2015 \$	2014 \$
Non-current assets			
Property, plant & equipment	8	1,570,338	4,122,679
Investment properties	9	2,154,025	-
Total non-current assets		<u>3,724,363</u>	<u>4,122,679</u>
Current assets			
Inventories	10	54,311	42,104
Other receivables	11	376,591	244,723
Other assets	12	727,284	697,689
Net amount due from NCSS, MOE, MSF, AIC, Tote Board	24	116,370	1,045,483
Cash and cash equivalents	13	27,613,952	23,357,407
Total current assets		<u>28,888,508</u>	<u>25,387,406</u>
Total assets		<u>32,612,871</u>	<u>29,510,085</u>
Represented by:			
Funds			
CFA accumulated fund		779,602	834,277
Chaoyang School accumulated fund		3,234,555	2,898,973
Katong School accumulated fund		2,539,429	2,474,260
Tanglin School accumulated fund		4,007,402	3,903,458
Delta Senior School accumulated fund		9,734,869	8,856,113
HQ accumulated fund		739,413	592,204
APSN SCC accumulated fund		20,696	(131,358)
Total accumulated funds		<u>21,055,966</u>	<u>19,427,927</u>
MOE funds	14	833,917	785,278
Trust funds	15	1,124,823	587,239
Association building fund	16	204,931	2,395,614
Designated donation funds	17	3,438,585	2,876,870
Refurbishment fund	19	80,027	125,693
School building fund	20	3,953	3,953
Total other funds		<u>5,686,236</u>	<u>6,774,647</u>
Total funds		<u>26,742,202</u>	<u>26,202,574</u>
Non-current liabilities			
Deferred capital grants	18	3,038,725	1,351,188
Provision, non-current	21	58,270	58,270
Total non-current liabilities		<u>3,096,995</u>	<u>1,409,458</u>
Current liabilities			
Other creditors and accruals	23	2,621,721	1,692,058
School fees received in advance	25	85,376	103,950
Provision, current	21	41,588	75,000
AFID conference fund	22	24,989	27,045
Total current liabilities		<u>2,773,674</u>	<u>1,898,053</u>
Total liabilities		<u>5,870,669</u>	<u>3,307,511</u>
Total funds and liabilities		<u>32,612,871</u>	<u>29,510,085</u>

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

STATEMENT OF CASH FLOWS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

	2015 \$	2014 \$
Cash flows from operating activities		
Net surplus for the year	1,702,801	1,909,637
Adjustments for:		
Depreciation of plant & equipment	1,476,697	1,299,621
Depreciation of investment properties	36,658	–
Prior years over funding from NCSS and MSF	(74,762)	(18,595)
Transfer from CFA designated donations	–	169,247
Amortisation of deferred capital grants	(998,561)	(898,758)
Interest income	(89,061)	(77,751)
Loss on disposal of plant & equipment	534	6,165
Surplus before changes in working capital	2,054,306	2,389,566
Inventories	(12,207)	(4,893)
Other receivables	(131,868)	(40,461)
Other assets	(29,595)	(34,737)
Other creditors and accruals	896,322	309,943
Provision for reinstatement	–	33,270
School fees received in advance	(18,574)	30,130
Amount due to NCSS, MOE, MSF, AIC and Tote Board	929,039	(1,048,896)
Net cash flows from operating activities	3,687,426	1,633,922
Cash flows from investing activities		
Purchase of plant & equipment	(1,115,691)	(2,718,040)
Receipt from disposal of plant & equipment	118	–
Interest income	89,061	77,751
Net cash flows used in investing activities	(1,026,512)	(2,640,289)
Cash flows from financing activities		
Net payment in fund held on behalf of AFID	–	(52,054)
Net payment in AFID conference fund	(2,056)	(13,319)
Gross receipt in deferred capital grants	2,686,098	799,547
Cash restricted in use	30	(36)
Net receipt in MOE funds	537,584	53,037
Net receipt in trust funds	48,639	374,327
Net payment in association building fund	(2,190,683)	–
Net receipt (payment) in designated donation fund	561,715	(113,290)
Net payment in refurbishment fund	(45,666)	(8,674)
Net cash flows from financing activities	1,595,661	1,039,538
Net increase in cash and cash equivalents	4,256,575	33,171
Cash and cash equivalents, statement of cash flows, Beginning balance	23,188,661	23,155,490
Cash and cash equivalents, statement of cash flows, Ending balance (Note 13a)	27,445,236	23,188,661

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

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 (“IPC”) under the Singapore Income Tax Act, Cap 134. The financial statements are presented in Singapore dollar.

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 is situated in Singapore and has its head office at 900 New Upper Changi Road Singapore 467354.

There are 1,194 (2014:1,214) students and clients, and 366 (2014:343) staff 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”)
APSN Student Care Centre (“APSN SCC”)

Chaoyang School, Katong School, Tanglin School and Delta Senior School are registered under Ministry of Education (“MOE”) and APSN Student Care Centre is registered under Ministry of Social and Family Development (“MSF”). Centre for Adults is operated as a division of APSN.

The financial statements of APSN for the reporting year ended 31 March 2015 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, and 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. The accounting policies in FRSs may not be applied when the effect of applying them is immaterial. The disclosures required by FRSs need not be made if the information is immaterial. Other comprehensive income comprises items of income and expense (including reclassification adjustments) that are not recognised in the income statement, as required or permitted by FRS. Reclassification adjustments are amounts reclassified to profit or loss in the income statement in the current period that were recognised in other comprehensive income in the current or previous periods.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

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 donations 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 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"), Tote Board, Ministry of Social and Family Development ("MSF") and Ministry of Education ("MOE") are refundable to or from NCSS, Tote Board, MSF and MOE.

(b) Donations and corporate sponsorship

Income from donations 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 services

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

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

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

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 reporting 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.

Cost includes the initial estimate of the costs of dismantling and removing the item and restoring it at the site on which it is located, the obligation for which an entity incurs either when the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period. See Note 21 on provision.

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:

Freehold building improvement	-	5 years
Leasehold improvement	-	3 years
Furniture, fittings & equipment	-	5 years
Computers and software	-	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.

2. Summary of significant accounting policies (Cont'd)

Investment property

Investment property is property (land or a building or part of a building or both) owned or held under a finance lease to earn rentals or for capital appreciation or both, rather than for use in the production or supply of goods or services or for administrative purposes or sale in the ordinary course of business. It includes an investment property in the course of construction. After initial recognition at cost including transaction costs the cost model is used to measure the investment property using the treatment for property, plant and equipment, that is, at cost less any accumulated depreciation and any accumulated impairment losses. An investment property that meets the criteria to be classified as held for sale is carried at the lower of carrying amount and fair value. For disclosure purposes, the fair values are measured periodically on a systematic basis at least once yearly by management or by external independent valuers having an appropriate recognised professional qualification and recent experience in the location and category of the property being valued.

The annual rates of depreciation are as follows:

Freehold building (exclude Land)	-	50 years
----------------------------------	---	----------

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.

Leases

Whether an arrangement is, or contains, a lease, it is based on the substance of the arrangement at the inception date, that is, whether (a) fulfilment of the arrangement is dependent on the use of a specific asset or assets (the asset); and (b) the arrangement conveys a right to use the asset. Leases are classified as finance leases if substantially all the risks and rewards of ownership are transferred to the lessee. All other leases are classified as operating leases. At the commencement of the lease term, a finance lease is recognised as an asset and as a liability in the statement of financial position at amounts equal to the fair value of the leased asset or, if lower, the present value of the minimum lease payments, each measured at the inception of the lease. The discount rate used in calculating the present value of the minimum lease payments is the interest rate implicit in the lease, if this is practicable to determine, the lessee's incremental borrowing rate is used. Any initial direct costs of the lessee are added to the amount recognised as an asset. The excess of the lease payments over the recorded lease liability are treated as finance charges which are allocated to each reporting year during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability. Contingent rents are charged as expenses in the reporting years in which they are incurred. The assets are depreciated as owned depreciable 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 profit or loss 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.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

2. Summary of significant accounting policies (Cont'd)

Leases (cont'd)

Rental income from operating leases is recognised in profit or loss 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. Initial direct cost incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

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 end of the reporting year 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. When the fair value less costs to sell method is used, any available recent market transactions are taken into consideration. When the value in use method is adopted, in assessing the 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.

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 is 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 on the derecognition test prescribed by FRS 39 relating to the transfer of risks and rewards of ownership and the transfer of control. Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if there is currently a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

2. Summary of significant accounting policies (Cont'd)

Financial assets (cont'd)

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. Loans and receivables: Loans and 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 profit or loss. 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.

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 flows 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.

2. Summary of significant accounting policies (Cont'd)

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 is 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 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: Liabilities are classified in this category when they are incurred principally for the purpose of selling or repurchasing in the near term (trading liabilities) or are derivatives (except for a derivative that is a designated and effective hedging instrument) or have been classified in this category because the conditions are met to use the "fair value option" and it is used. Financial guarantee contracts if significant are initially recognised at fair value and are subsequently measured at the greater of (a) the amount determined in accordance with FRS 37 and (b) the amount initially recognised less, where appropriate, cumulative amortisation recognised in accordance with FRS 18. All changes in fair value relating to liabilities at fair value through profit or loss are charged to profit or loss as incurred. As at end of the reporting year, there were no financial liabilities classified in this category.
2. Other financial liabilities: All liabilities, which have not been classified 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 usually 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.

2. Summary of significant accounting policies (Cont'd)

Fair value measurement

Fair value is taken to be the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (that is, an exit price). It is a market-based measurement, not an entity-specific measurement. When measuring fair value, management uses the assumptions that market participants would use when pricing the asset or liability under current market conditions, including assumptions about risk. The entity's intention to hold an asset or to settle or otherwise fulfil a liability is not taken into account as relevant when measuring fair value. In making the fair value measurement, management determines the following: (a) the particular asset or liability being measured (these are identified and disclosed in the relevant notes below); (b) for a non-financial asset, the highest and best use of the asset and whether the asset is used in combination with other assets or on a stand-alone basis; (c) the market in which an orderly transaction would take place for the asset or liability; and (d) the appropriate valuation techniques to use when measuring fair value. The valuation techniques used maximise the use of relevant observable inputs and minimise unobservable inputs. These inputs are consistent with the inputs a market participant may use when pricing the asset or liability.

The fair value measurements and related disclosures categorise the inputs to valuation techniques used to measure fair value by using a fair value hierarchy of three levels. These are recurring fair value measurements unless stated otherwise in the relevant notes to the financial statements. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. Level 3 inputs are unobservable inputs for the asset or liability. The level is measured on the basis of the lowest level input that is significant to the fair value measurement in its entirety. Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting year. If a financial instrument measured at fair value has a bid price and an ask price, the price within the bid-ask spread or mid-market pricing that is most representative of fair value in the circumstances is used to measure fair value regardless of where the input is categorised within the fair value hierarchy. If there is no market, or the markets available are not active, the fair value is established by using an acceptable valuation technique.

The carrying values of current financial instruments approximate their fair values due to the short-term maturity of these instruments and the disclosures of fair value are not made when the carrying amount of current financial instruments is a reasonable approximation of the 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 to the financial statements.

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.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
 (Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
 (UEN : S75SS0058K)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

2. Summary of significant accounting policies (Cont'd)

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. A provision is 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 profit or loss in the reporting year they occur.

Critical judgments, 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.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
 (Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
 (UEN : S75SS0058K)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

3. Related party relationships and 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 are the Chief Executive Officer, principals, vice-principals, CFA centre director and heads of department of the Association and respective schools.

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.

3A. 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.

	2015 \$	2014 \$
Courses attended by Executive Committee members for the purpose of the Association	1,201	1,497

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.

3B. Key management compensation:

	2015 \$	2014 \$
Salaries and other short-term employees benefits	3,283,543	2,955,252
Number of key management in compensation bands:	2015	2014
\$100,000 and above	13	11
\$100,000 and below	19	15

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

3. Related party relationships and transactions (Cont'd)

3B. Key management compensation: (cont'd)

Key management personnel are the Chief Executive officer, principals, CFA centre director 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, principals, vice-principals, CFA centre director and heads of department of the Association and respective schools.

4. Operating grants received

	2015 \$	2014 \$
National Council of Social Service ("NCSS") / Singapore Totalisator Board ("Tote Board")		
– Operating grant	6,118,180	5,740,950
– HQ cost allocation	532,225	524,790
Provision for (over) under funding	(50,554)	10,459
	<u>6,599,851</u>	<u>6,276,199</u>
Ministry of Education ("MOE")		
– Operating grant	15,002,294	13,925,695
	<u>15,002,294</u>	<u>13,925,695</u>
Ministry of Social and Family Development ("MSF") / Community Development Council ("CDC")		
– Operating grants	558,853	597,124
	<u>558,853</u>	<u>597,124</u>

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

Funding for Schools is from MOE and NCSS, for CFA is from NCSS and MSF, and for APSN Student Care Centre ("SCC") is from Community Development Council ("CDC").

5. Special purpose grants

	2015 \$	2014 \$
MOE Secondment Fund	198,301	218,796
Provision of Administrative Managers	337,396	332,408
SPED Financial Assistance Scheme – MOE Share	80,565	–
School Breakfast Programme	15,585	–
Contract Teaching Resources	152,978	–
	<u>784,825</u>	<u>551,204</u>

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

6. Employee salaries and benefits

	2015 \$	2014 \$
Salaries, bonuses, gratuity, housing allowance	17,304,564	15,502,618
CPF and SDF	2,407,443	2,269,065
Government grant income from job credit scheme	(665,929)	(425,843)
Provision for unused leave	(4,706)	20,259
	<u>19,041,372</u>	<u>17,366,099</u>

7. Utilisation of funds

	2015 \$	2014 \$
Utilisation of funds for CFA operating expenditures		
- Community silver trust fund	(98,326)	–
	<u>(98,326)</u>	<u>–</u>
Utilisation of funds for CFA job training expenditures		
- Children's Charities Association fund	(115,855)	(243,255)
- Community silver trust fund	(231,588)	(232,673)
- Pilot programme fund	(162,494)	(74,556)
- Work training fund	(69,167)	–
	<u>(579,104)</u>	<u>(550,484)</u>
Total utilisation of funds	<u>(677,430)</u>	<u>(550,484)</u>

These are funds utilised for CFA operating and job training activities during the financial year.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

8. Property, plant and equipment

	Leasehold improvements \$	Furniture, fittings and equipment \$	Computers & software \$	Motor vehicles \$	Property under construction \$	Total \$
<u>Cost</u>						
At 1 April 2013	13,571,296	2,056,515	1,104,410	186,724	908,678	17,827,623
Additions	281,025	1,050,445	304,166	–	1,082,404	2,718,040
Disposals	(15,228)	(232,292)	(192,317)	–	–	(439,837)
At 31 March 2014	13,837,093	2,874,668	1,216,259	186,724	1,991,082	20,105,826
Additions	49,393	375,171	491,526	–	199,601	1,115,691
Disposals	–	(61,399)	(152,401)	–	–	(213,800)
Transfer to investment properties (Note 9)	–	–	–	–	(2,190,683)	(2,190,683)
At 31 March 2015	<u>13,886,486</u>	<u>3,188,440</u>	<u>1,555,384</u>	<u>186,724</u>	<u>–</u>	<u>18,817,034</u>
<u>Accumulated depreciation</u>						
At 1 April 2013	12,327,376	1,532,504	1,099,096	158,222	–	15,117,198
Charge for the year	564,970	416,946	308,206	9,499	–	1,299,621
Disposals	(15,228)	(226,333)	(192,111)	–	–	(433,672)
At 31 March 2014	12,877,118	1,723,117	1,215,191	167,721	–	15,983,147
Charge for the year	548,626	427,400	491,172	9,499	–	1,476,697
Disposals	–	(60,881)	(152,267)	–	–	(213,148)
At 31 March 2015	<u>13,425,744</u>	<u>2,089,636</u>	<u>1,554,096</u>	<u>177,220</u>	<u>–</u>	<u>17,246,696</u>
<u>Carrying value</u>						
At 1 April 2013	<u>1,243,920</u>	<u>524,011</u>	<u>5,314</u>	<u>28,502</u>	<u>908,678</u>	<u>2,710,425</u>
At 31 March 2014	<u>959,975</u>	<u>1,151,551</u>	<u>1,068</u>	<u>19,003</u>	<u>1,991,082</u>	<u>4,122,679</u>
At 31 March 2015	<u>460,742</u>	<u>1,098,804</u>	<u>1,288</u>	<u>9,504</u>	<u>–</u>	<u>1,570,338</u>

Fully depreciated property, plant and equipment still in use had an initial cost of \$13,251,007 (2014: \$12,772,224).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

9. Investment properties

	\$	
At cost		
At 1 April 2013 and 1 April 2014	–	
Transfer from property under construction (Note 8)	2,190,683	
At 31 March 2015	<u>2,190,683</u>	
Accumulated depreciation		
At 1 April 2013 and 1 April 2014	–	
Depreciation for the year	36,658	
At 31 March 2015	<u>36,658</u>	
Carrying value		
At 1 April 2013 and 1 April 2014	–	
At 31 March 2015	<u>2,154,025</u>	
	2015	2014
	\$	\$
Fair value for disclosure purposes only:		
Fair value at end of the year	<u>2,225,000</u>	<u>–</u>
Rental income from investment properties	65,000	–
Direct operating expenses (including repair and maintenance) arising from investment properties that generated rental income during the year	<u>28,145</u>	<u>–</u>

The depreciation is charged to total resources expended.

There are no restrictions on the realisability of investment property or the remittance of income and proceeds of disposal.

The investment properties are leased out under operating leases. Also see Note 30 on operating lease income commitments. The management has not entered into contractual obligations to purchase, construct or develop investment property or for repairs, maintenance or enhancements.

The fair value of the investment property was measured at end of reporting year based on direct comparison with recent transactions of comparable properties within the vicinity and elsewhere to reflect the actual market state and circumstances as of the end of the reporting year. The fair value was based on a projection of latest average transaction prices by taking into consideration of the property index published by the Urban Development Authority (“URA”), where the price information was collected from the Singapore property market by the government bodies.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

9. Investment properties (cont'd)

For fair value measurements categorised within Level 3 of the fair value hierarchy, a description of the valuation techniques and the significant other observable inputs used in the fair value measurement are as follows:

Assets:	18 Howard Road #06-03 and #06-04 Novelty BizCentre Singapore 369585
Fair Value and Fair value hierarchy – Level:	\$2,225,000 (2014: NA) Level 3 (2014: NA)
Valuation technique for recurring fair value measurements:	Comparison with market evidence of recent offer to sell prices for similar properties.
Significant observable inputs and range (weighted average):	Price per square meters. 2015: \$11,015 (2014: NA)
Relationship of unobservable inputs to fair value:	NA.
Sensitivity on management's estimates – 10% variation from estimate	Impact – lower by \$223,000 / higher by \$223,000

10. Inventories

	2015	2014
	\$	\$
Educational materials	28,913	24,940
Uniforms	<u>25,398</u>	<u>17,164</u>
	<u>54,311</u>	<u>42,104</u>

11. Other receivables

	2015	2014
	\$	\$
Sundry receivables	319,294	199,211
Interest receivable	<u>57,297</u>	<u>45,512</u>
	<u>376,591</u>	<u>244,723</u>

12. Other assets

	2015	2014
	\$	\$
Prepayments	100,267	3,820
Deposits	627,017	668,670
Advances on purchase of plant and equipment	<u>–</u>	<u>25,199</u>
	<u>727,284</u>	<u>697,689</u>

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

13. Cash and cash equivalents

	2015 \$	2014 \$
Not restricted in use	27,445,236	23,188,661
Restricted in use	168,716	168,746
Cash at end of year	27,613,952	23,357,407

Cash restricted in use amounting to \$168,716 (2014: \$168,746) is for grants and donations received inclusive of interest earned for costs related to the erection and extension of Delta Senior Schools's building.

The rate of interest for cash on interest earning balances amounted to \$10,202,751 (2014: \$10,126,218) is between 0.76% and 1.42% (2014: 0.26% and 1.2%) per annum.

13a. Cash and cash equivalents in the statement of cash flows:

	2015 \$	2014 \$
Amount as shown above	27,613,952	23,357,407
Restricted in use	(168,716)	(168,746)
Cash and cash equivalents for statement of cash flows purposes at end of the reporting year	27,445,236	23,188,661

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

14. MOE funds

	2015					2014				
	Balance at 1.4.2014	Funds received	Expenditure	Balance at 31.3.2015	Transfer to/from I&E	Balance at 1.4.2013	Funds received	Expenditure	Balance at 31.3.2014	Transfer to/from I&E
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
a) Annual grant for discretionary financial assistance	33,275	75,888	(96,657)	12,506	20,769	64,110	76,293	(107,127)	33,275	30,834
b) Additional training vote	30,082	74,298	(52,380)	52,000	(21,918)	-	48,000	(17,918)	30,082	(30,082)
c) Curriculum enhancement fund	290,369	123,366	(180,063)	233,672	56,697	271,674	162,805	(144,110)	290,369	(18,695)
d) Edusave grant	30,176	67,285	(57,650)	39,811	(9,635)	82,169	37,235	(89,227)	30,176	51,992
e) High needs grant	11,510	195,559	(168,093)	38,976	(27,466)	-	133,989	(122,479)	11,510	(11,510)
f) Opportunity fund	85,386	29,460	(15,196)	99,650	(14,264)	14,203	117,523	(46,340)	85,386	(71,183)
g) Parents support group grant	5,094	5,056	(9,631)	519	4,575	10,000	-	(4,906)	5,094	4,906
h) Staff training fund	197,186	283,045	(283,235)	196,996	190	267,816	193,914	(264,545)	197,186	70,631
i) SPED innovation award	15,253	5,000	(6,487)	13,766	1,487	19,733	-	(4,480)	15,253	4,480
j) SPED outstanding teacher award	1,469	5,000	(3,844)	2,625	(1,156)	2,537	-	(1,068)	1,469	1,068
k) School based student award	-	86,770	(86,770)	-	-	-	84,600	(84,600)	-	-
l) SG50 collaboration fund	-	26,520	(3,004)	23,516	(23,516)	-	-	-	-	-
m) Vocational preparation grant	85,478	219,767	(185,365)	119,880	(34,402)	-	418,604	(333,126)	85,478	(85,478)
	785,278	1,197,014	(1,148,375)	833,917	48,639	732,242	1,272,963	(1,219,926)	785,278	(53,037)

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

- 14. MOE funds (Cont'd)**
- 14a. Annual grant for discretionary financial assistance**
- This is a fund for students with financial needs. Per announcement at the budget statement on 18 February 2011, all SPED schools will receive a top up fund annually from the MOE for needy students' school fee, transport, meal, medicines and stationery, etc.
- 14b. Additional training vote**
- The Additional Training Vote (ATV) is for professional development opportunities for SPED teachers to meet their diverse learning needs.
- 14c. Curriculum enhancement fund**
- The Curriculum Enhancement Fund ("CEF") was set up in FY2009/2010 to promote and sustain school initiated efforts in enhancing the quality of the special education curriculum and co-curriculum. The fund is jointly administered by MOE and NCSS.
- 14d. Edusave grant**
- Edusave fund is a grant from MOE for enrichment programmes, purchase of resource materials and equipment for students.
- 14e. High needs grant**
- The High Needs Grant (HNG) for SPED schools has been set up to provide SPED schools with additional resources to support students with exceptionally high needs due to challenging behaviour.
- 14f. Opportunity fund**
- The opportunity fund is a grant from MOE to provide Singapore citizen students from lower income households to enrich their learning and build firm foundation for learning.
- 14g. Parent support group**
- This fund aims to enhance its partnership efforts with parents to set up Parent Support Group ("PSG") and / or enhance the parental engagement with schools.
- 14h. Staff training fund**
- This grant from MOE is for training and professional development of staff.
- 14i. SPED innovation award**
- The MOE and NCSS SPED Innovation Award is for school programmes given to Chaoyang School, Tanglin School and Delta Senior School.
- 14j. SPED outstanding teachers award**
- The Outstanding SPED Teacher Award received from MOE is for teachers' professional development.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

- 14. MOE funds (Cont'd)**
- 14k. School based student award**
- This is provided by MOE to SPED students to encourage and recognise 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.
- 14l. SG50 collaboration fund**
- The fund is provided by the Government of the Republic of Singapore as represented by the Ministry of Education in celebrating Singapore 50 years anniversary. Tanglin School has applied for the grant on their project "Celebrating SG50 with Love".
- 14m. Vocational preparation grant**
- The Vocational Preparation Grant is for the implementation of vocational preparation in the school. This includes building up school's resources, facilities and manpower capability to support vocational preparation for students aged 13-18 years.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

15. Trust funds

	2015					2014				
	Balance at 1.4.2014	Funds received	Expenditure	Balance at 31.3.2015	Transfer to/from I&E	Balance at 1.4.2013	Funds received	Expenditure	Balance at 31.3.2014	Transfer to/from I&E
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
a) Arts & culture presentation grant	5,880	1,470	(7,350)	-	5,880	-	5,880	-	5,880	(5,880)
b) Artist-in-school scheme	-	5,124	(2,982)	2,142	(2,142)	-	-	-	-	-
c) Care & share matching grant	-	160,258	(116,085)	44,173	(44,173)	-	-	-	-	-
d) Children's Charities Association fund	11,215	115,855	(115,855)	11,215	-	132,498	121,972	(243,255)	11,215	121,283
e) Community silver trust fund	561,902	934,206	(438,115)	1,057,993	(496,091)	55,306	819,119	(312,523)	561,902	(506,596)
f) Charities capability fund (VCF)	-	31,680	(31,360)	320	(320)	-	38,849	(38,849)	-	-
g) NCCS research study	(2,405)	2,405	-	-	(2,405)	(2,405)	-	-	(2,405)	-
h) Staff training OFA grant	2,584	-	(1,200)	1,384	1,200	9,706	-	(7,122)	2,584	7,122
i) School pocket money	3,232	19,566	(21,200)	1,598	1,634	10,049	12,963	(19,780)	3,232	6,817
j) SG Enable – transport assistance scheme	-	148,606	(146,091)	2,515	(2,515)	-	-	-	-	-
k) Tote Board arts grant	-	840	(840)	-	-	-	-	-	-	-
l) Trailblazer-Chan Chiew Ping special schools fund	4,831	-	(1,348)	3,483	1,348	7,758	-	(2,927)	4,831	2,927
	587,239	1,420,010	(882,426)	1,124,823	(537,584)	212,912	998,783	(624,456)	587,239	(374,327)

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

- 15. Trust funds (Cont'd)**
- 15a. Arts & culture presentation grant**
- The Arts & Culture Presentation Grant is to inspire students to continue their interest in the arts beyond their schooling years by giving them the experience of presenting their works to the public.
- 15b. Artist-in-school scheme**
- The Artist-in-School Scheme (AISS) supports collaboration between individual schools and local artists/arts educators in developing arts education programmes customised for their students. Its aim is to support arts projects aligned with the school's long term plans of developing a vibrant arts culture. Enhance students' appreciation of the arts and creative thinking process through interactive learning from artists.
- 15c. Care & share matching grant**
- The Care & Share Matching Grant, which is given out under the Care and Share movement, is managed by the Ministry of Social and Family Development (MSF). The Grant is targeted at Agencies that provide social services and develop programmes to serve social service beneficiaries better. The allocation is based on \$1-for-\$1 matching for eligible donations raised by Agency up to \$1,000,000.
- 15d. Children's Charities Association fund**
- 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 fund is 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.
- 15e. Community silver trust fund**
- This Fund from the Agency for Integrated Care (AIC) is to enhance donations and provide additional resources for services providers in the intermediate and long-term care sector to enhance capabilities and provide value-added services to achieve higher quality care and affordable step down care.
- 15f. Charities capability fund (VCF)**
- The Fund is administered by NCSS since 2002. It was launched to strengthen the capabilities of VWOs and to improve social services in Singapore.
- 15g. NCSS research study**
- NCSS has appointed APSN to conduct a research study to examine the post-programme experiences and outcomes of persons with mind intellectual disabilities.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

- 15. Trust funds (Cont'd)**
- 15h. Staff training OFA grant**
- Staff Training Fund under Outcome Funding Agreement (OFA) was given by NCSS to build staff competencies.
- 15i. School pocket money fund**
- This represents grants received from NCSS for the welfare of needy students.
- 15j. SG Enable - transport assistance scheme**
- This fund aims to reduce the high transport costs for persons with disabilities accessing VWO services on a regular basis.
- 15k. Tote Board arts grant**
- The grant aims to develop arts education in SPED. It is used for subsidizing performances and Arts Education Programmes approved by the National Arts Council (NAC). The fund can be used for up to 70% of purchase cost, and schools can use their school's other operating expenses (OOE) to co-pay the other 30%.
- 15l. Trailblazer – Chan Chiew Ping special schools fund**
- Trailblazer–Chan Chiew Ping Special Schools Fund was set up by Trailblazer Foundation, and administered by NCSS, to provide financial assistance to students affected by the economic downturn.
- 16. Association building fund**
- | | 2015
\$ | 2014
\$ |
|----------------------------------|-------------|------------|
| Balance at beginning of the year | 2,395,614 | 2,395,614 |
| Less: Expenditure incurred | (2,190,683) | – |
| Balance at end of the year | 204,931 | 2,395,614 |
- This fund is for the purchase and/or renovation of APSN's premises for its own use and/or as investment to generate rental income and for headquarter relocation expenses.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

17. Designated donation funds

	2015					2014						
	Balance at 1.4.2014	Funds Received	Expenditure	Transfer from Refurbishment Fund	Balance at 31.3.2015	Balance at 1.4.2013	Funds Received	Expenditure	Transfer to accumulated fund	Balance at 31.3.2014	Transfer to/from I&E	
	\$	\$	\$		\$	\$	\$	\$		\$	\$	
a) Designated donation	2,246,178	1,411,002	(882,670)	45,666	2,820,176	(528,332)	2,355,062	1,310,344	(1,249,981)	(169,247)	2,246,178	(60,363)
b) General purpose fund	13,478	-	-	-	13,478	-	13,478	-	-	-	13,478	-
c) Education fund	593,748	-	-	-	593,748	-	593,748	-	-	-	593,748	-
d) Percussion fund	23,466	-	(12,283)	-	11,183	12,283	27,872	-	(4,406)	-	23,466	4,406
	<u>2,876,870</u>	<u>1,411,002</u>	<u>(894,953)</u>	<u>45,666</u>	<u>3,438,585</u>	<u>(516,049)</u>	<u>2,990,160</u>	<u>1,310,344</u>	<u>(1,254,387)</u>	<u>(169,247)</u>	<u>2,876,870</u>	<u>(55,957)</u>

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

17. Designated donation funds		
17a. Designated donation		
The designated donation fund relates to donation received for specific purposes. In 2015, it received \$1,276,841 from designated donations and \$134,161 from designated programme sales. An amount of \$45,666 was transferred from CFA refurbishment fund (Note 19b).		
17b. General purpose fund		
This represents fund retained for general use by the APSN and schools.		
17c. Education fund		
This fund from CCA and public donations is to be utilised for the education and enrichment programme for students.		
17d. Percussion fund		
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 grants	2015	2014
	\$	\$
At cost		
Balance at beginning of the year	4,251,133	4,003,452
Refurbishment of property, purchase of plant and equipment:		
– Grant from MOE, NCSS, MSF, Tote Board	349,079	681,024
– Public donations	2,337,019	118,523
Amount written off	(738,396)	(551,866)
Balance at end of the year	<u>6,198,835</u>	<u>4,251,133</u>
Accumulated amortisation		
Balance at beginning of the year	2,899,945	2,553,053
Amortisation for the year	998,561	898,758
Amount written off	(738,396)	(551,866)
Balance at end of the year	<u>3,160,110</u>	<u>2,899,945</u>
Carrying value		
Balance at beginning of the year	<u>1,351,188</u>	<u>1,450,399</u>
Balance at end of the year	<u>3,038,725</u>	<u>1,351,188</u>
This represents grants and donations utilised for the refurbishment of properties and purchase of plant and equipment.		
The amount written off represents those deferred capital grants which have been fully amortised.		

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

19. Refurbishment fund	2015	2014
	\$	\$
a. Capital Asset Fund	80,027	80,027
b. CFA Refurbishment Fund	–	45,666
	<u>80,027</u>	<u>125,693</u>
19a. Capital asset fund	2015	2014
	\$	\$
Balance at beginning and end of the year	<u>80,027</u>	<u>80,027</u>
The capital asset fund was set up for the refurbishment of Delta Senior School's premises for the purchase of furniture, equipment and computer equipment.		
19b. CFA refurbishment fund	2015	2014
	\$	\$
Balance at beginning of the year	45,666	54,340
Less: Expenditure incurred	–	(8,674)
Less: Transfer to Designated Refurbishment Fund (Note 17)	(45,666)	–
Balance at end of the year	<u>–</u>	<u>45,666</u>
The CFA refurbishment fund was set up for the refurbishment of CFA premises.		
20. School building fund	2015	2014
	\$	\$
a. Chaoyang School	<u>3,953</u>	<u>3,953</u>
20a. Chaoyang School	2015	2014
	\$	\$
Balance at beginning and end of the year	<u>3,953</u>	<u>3,953</u>
This fund is for the refurbishment of Chaoyang School.		
21. Provision	2015	2014
	\$	\$
Provisions, non-current:		
Provision for dismantling (Note 21a)	58,270	58,270
Provisions, current:		
Provision for dismantling (Note 21a)	41,588	75,000
Total provision	<u>99,858</u>	<u>133,270</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

21. Provision (Cont'd)

21a. Provision for reinstatement of premises

	2015	2014
	\$	\$
Provision for reinstatement of premises		
Balance at beginning of the year	133,270	100,000
Additions	-	75,000
Expenditure incurred	(33,412)	(41,730)
Balance at end of the year	99,858	133,270

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 historical data and the unexpired term is more than 1 year and less than 1 year respectively. The unwinding of discount is not significant.

The Delta Senior School relocated from 20 Lower Delta Road Singapore 169832 to 3 Choa Chu Kang Grove Singapore 688237 in 2013. The provision is for the current land lease expiring in June 2016. Thus, the provision amounting to \$58,270 was classified as non-current as at end of the reporting year.

The CFA will be relocated from 29 Jalan Tembusu Singapore 438235 to 11 Jalan Ubi Singapore 409074 in 2015. As a result of this relocation, the provision has been classified as current as at end of the reporting year.

22. AFID conference fund

	2015	2014
	\$	\$
Balance at beginning of the year	27,045	40,364
Less: Expenditure incurred	(2,056)	(13,319)
Balance at end of the year	24,989	27,045

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 the fund to be used for APSN sending Board members and volunteers to conferences, study trips and educational activities locally or overseas.

23. Other creditors and accruals

	2015	2014
	\$	\$
Accrued operating expenses	2,342,259	1,434,530
Sundry creditors	279,462	257,528
	2,621,721	1,692,058

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

24. Amount Due from (to) NCSS, MOE, MSF, Tote Board and AIC

	2015	2014
	\$	\$
National Council of Social Service ("NCSS")		
Balance at beginning of the year	92,584	18,161
Paid to NCSS	5,276	16,828
Received from NCSS	(22,268)	(4,405)
Amounts claimed during the year	7,312	-
Adjustment for prior years funding	(75,592)	(18,084)
Provision for current year (over) / under funding	(36,154)	80,084
Due (to) from NCSS	(28,842)	92,584
Ministry of Education ("MOE")		
Balance at beginning of the year	153,452	11,156
Adjustment for prior years funding	-	(17,876)
Received from MOE	(28,563)	2,320
Provision for current year under funding	50,016	157,852
Due from MOE	174,905	153,452
Ministry of Social and Family and Development ("MSF")		
Balance at beginning of the year	(5,275)	(1,160)
Paid to NCSS	5,275	9,252
Adjustment for prior years funding	-	(8,092)
Provision for current year over funding	(64,862)	(5,275)
Due to MSF	(64,862)	(5,275)
Singapore Totalisator Board ("Tote Board")		
Balance at beginning of the year	(14,397)	(31,570)
Amount received during the year	13,567	(27,386)
Refunded to Tote Board	-	29,542
Adjustment for prior years funding	830	58,956
Provision for current year over funding	35,169	(43,939)
Due from (to) Tote Board	35,169	(14,397)
Agency for Integrated Care ("AIC")		
Balance at beginning of the year	819,119	-
Amount received during the year	(819,119)	-
Provision for current year under funding	-	819,119
Due from AIC	-	819,119
Balance at end of the year, net	116,370	1,045,483

The amount due (from) / to NCSS, MOE, MSF, ToteBoard, and AIC comprises of adjustments and provision for over/ (under) funding in the reporting years.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

25. School fees received in advance	2015 \$	2014 \$
Advance school fees received	10,750	73,930
Edusave pupil fund (a)	74,626	30,020
	<u>85,376</u>	<u>103,950</u>
(a) Balance at beginning of the year	30,020	52,180
Add: Receipts	142,786	69,230
	172,806	121,410
Less: Transfer to school fee income	(98,180)	(91,390)
Balance at end of the year	<u>74,626</u>	<u>30,020</u>

Edusave pupils fund is provided by MOE for students' school fees and enrichment programs.

26. Income tax and tax-exempt receipts

26a. 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.

26b. Tax-deduction receipts

The Association is an approved Institution of Public Character whereby public donors are granted 2.5 times tax deductions made to the Association. The current IPC status is granted by Ministry of Social and Family Development ("MSF") for the period from 1 October 2012 to 30 November 2015.

	2015 \$	2014 \$
Tax-deduction receipts issued for donations received/collected during the reporting year	<u>800,064</u>	<u>589,780</u>

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

27. Financial instruments: Information on financial risks

27a. 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:

	2015 \$	2014 \$
Financial assets:		
Cash and cash equivalents	27,613,952	23,357,407
Other receivables	376,591	244,723
Amount due from NCSS, MOE, MSF, Tote Board and AIC	116,370	1,045,483
At end of the year	<u>28,106,913</u>	<u>24,647,613</u>
Financial liabilities:		
Measured at amortised costs:		
Other creditors and accruals	2,621,721	1,692,058
At end of the year	<u>2,621,721</u>	<u>1,692,058</u>

Further quantitative disclosures are included throughout these financial statements.

27b. 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

27. Financial instruments: Information on financial risks (Cont'd)

27c. Fair values of financial instruments

The analyses of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 are disclosed in the relevant notes to the financial statements. These include both the significant financial instruments stated at amortised cost and at fair value in the statement of financial position. The carrying values of current financial instruments approximate their fair values due to the short-term maturity of these instruments and the disclosures of fair value are not made when the carrying amount of current financial instruments is a reasonable approximation of the fair value.

27d. 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 assets; the maximum amount the entity could have to pay if the guarantee is called on; and the full amount of any payable commitments at the end of the reporting year. Credit risk on cash balances with banks and any other financial instruments is limited because the counter-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 with customers 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 School Management Committee.

As disclosed in Note 13 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.

27e. Liquidity risk – Financial liabilities maturity analysis

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 (2014: 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.

27f. 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

28. Operating lease commitments – as lessee

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

	2015 \$	2014 \$
(a) <u>Rental of equipment</u>		
Within one year	41,243	34,405
After one year but not more than 5 years	60,342	71,770
	<u>101,585</u>	<u>106,175</u>
 Rental expense for equipment	 <u>34,693</u>	 <u>34,288</u>
(b) <u>Land rental</u>		
Within one year	2,529,387	2,309,532
After one year but not more than 5 years	1,990,704	2,595,155
	<u>4,520,091</u>	<u>4,904,687</u>
 Rental expense for land	 <u>2,585,672</u>	 <u>2,583,500</u>

The land rental is payable to the Singapore Land Authority (SLA) for the land occupied by the Schools and Centre for Adults. The average lease term is 3 years. The rental is fully funded and paid by MOE directly to SLA for the Schools and fully funded and reimbursed by MSF for CFA.

29. Expenditure commitments

At the end of the reporting year, the total of future expenditure commitments under contractual service agreement is as follows:

	2015 \$	2014 \$
Not later than one year	282,064	202,751
After one year but not more than 5 years	217,841	–
	<u>499,905</u>	<u>202,751</u>
 Service expenses	 <u>287,389</u>	 <u>287,627</u>

The committed payments are for security services for a period of 2 years effective from 1 January 2015.

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

30. Operating lease income commitments – as lessor

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

	2015 \$	2014 \$
Within one year	78,000	–
After one year but not more than 5 years	13,000	–
	91,000	–
Rental income for the year	65,000	–

Operating lease income commitments are for the investment properties. The lease rental income terms are negotiated for an average term of 2 years.

31. Capital commitments

Amounts committed at the end of the reporting year for future expenditure but not recognised in the financial statements are as follows:

	2015 \$	2014 \$
Commitments to purchase plant and equipment	157,776	381,150

ASSOCIATION FOR PERSONS WITH SPECIAL NEEDS
(Registered in Singapore under the Charities Act, Cap 37 and Societies Act, Cap 311)
(UEN : S75SS0058K)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

32. Changes and adoption of financial reporting standards

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

<u>FRS No.</u>	<u>Title</u>
FRS 27	Consolidated and Separate Financial Statements (Amendments) (*)
FRS 27	Separate Financial Statements (Revised) (*)
FRS 28	Investments in Associates and Joint Ventures (Revised) (*)
FRS 36	Amendments to FRS 36: Recoverable Amount Disclosures for Non-Financial Assets (relating to goodwill) (*)
FRS 39	Amendments to FRS 39: Novation of Derivatives and Continuation of Hedge Accounting (*)
FRS 110	Consolidated Financial Statements (*)
FRS 110	Amendments to FRS 110, FRS 111 and FRS 112 (*)
FRS 111	Joint Arrangements (*)
FRS 112	Disclosure of Interests in Other Entities (*)
INT FRS 121	Levies (*)

(*) Not relevant to the Association.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE REPORTING YEAR ENDED 31 MARCH 2015

33. 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 19	Amendments To FRS 19: Defined Benefit Plans: Employee Contributions	1 Jul 2014
Various	Improvements to FRSs (Issued in January 2014). Relating to FRS 102 Share-based Payment (*) FRS 103 Business Combinations (*) FRS 108 Operating Segments (*) FRS 113 Fair Value Measurement FRS 16 Property, Plant and Equipment FRS 24 Related Party Disclosures Improvement to FRSs (Issued in February 2014). Relating to FRS 38 Intangible Assets (*)	1 Jul 2014
Various	FRS 103 Business Combinations (*) FRS 113 Fair Value Measurement FRS 40 Investment Property	1 Jul 2014
FRS 114	Regulatory Deferral Accounts (*)	1 Jan 2016
FRS 27	Amendments to FRS 27: Equity Method in Separate Financial Statements (*)	1 Jan 2016
FRS 16, FRS 38	Amendments to FRS 16 and FRS 38: Clarification of Acceptable Methods of Depreciation and Amortisation	1 Jan 2016
FRS 16, FRS 41	Amendments to FRS 16 and FRS 41: Agriculture: Bearer Plants (*)	1 Jan 2016
FRS 111	Amendments to FRS 111: Accounting for Acquisitions of Interests in Joint Operations (*)	1 Jan 2016
Various	Improvements to FRSs (November 2014)	1 Jan 2016
FRS 110, FRS 28	Amendments to FRS 110 and FRS 28: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (*)	1 Jan 2016
FRS 115	Revenue from Contracts with Customers	1 Jan 2017
FRS 109	Financial Instruments	1 Jan 2018

(*) Not relevant to the Association.