

KAMPONG KAPOR COMMUNITY SERVICES
FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
31 MARCH 2023

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KAMPONG KAPOR COMMUNITY SERVICES

STATEMENT BY THE MANAGEMENT COMMITTEE

On behalf of the Management Committee, we, How Wai Mun and Victor Lai Kuan Loong, being the Chairman and Honorary Treasurer of Kampong Kapor Community Services (the "Society") respectively, do hereby state that in our opinion, the financial statements as set out on pages 5 to 25 are properly drawn up in accordance with the Societies Act 1966, Charities Act 1994 and other relevant regulations and Financial Reporting Standards in Singapore so as to present fairly, in all material respects, the financial position of the Society as at 31 March 2023, and of the financial performance, changes in accumulated fund and specific funds and cash flows of the Society for the financial year ended on that date.

At the date of this statement, there are reasonable grounds to believe that the Society will be able to pay its debts as and when they fall due.

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



How Wai Mun
Chairman



Victor Lai Kuan Loong
Honorary Treasurer

26 JUL 2023

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KAMPONG KAPOR COMMUNITY SERVICES

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Kampong Kapor Community Services (the "Society") as set out on pages 5 to 25, which comprise the statement of financial position as at 31 March 2023, and the statement of financial activities, statement of changes in accumulated fund and specific funds and statement of cash flows for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the Societies Act 1966 (the "Societies Act"), the Charities Act 1994 and other relevant regulations (the "Charities Act and Regulations") and Financial Reporting Standards in Singapore ("FRSs") so as to present fairly, in all material respects, the financial position of the Society as at 31 March 2023 and the financial performance, changes in accumulated fund and specific funds and cash flows of the Society for the financial year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Society in accordance with the Accounting and Corporate Regulatory Authority (ACRA) *Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities* (ACRA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Management Committee is responsible for the other information. The other information comprises the Statement by the Management Committee as set out on page 1 and the information included in the Annual Report for the financial year but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KAMPONG KAPOR COMMUNITY SERVICES (cont'd)

Report on the Audit of the Financial Statements (cont'd)

Responsibilities of the Management Committee and Those Charged with Governance for the Financial Statements

The Management Committee is responsible for the preparation and fair presentation of these financial statements in accordance with the Societies Act, Charities Act and Regulations and FRSS, and for such internal control as the Management Committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management Committee is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management Committee.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
KAMPONG KAPOR COMMUNITY SERVICES (cont'd)**

Report on the Audit of the Financial Statements (cont'd)

Auditor's Responsibilities for the Audit of the Financial Statements (cont'd)

- Conclude on the appropriateness of Management Committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

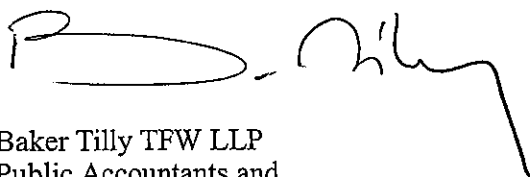
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required to be kept by the Society have been properly kept in accordance with those provisions of the Societies Regulations enacted under the Societies Act and the Charities Act and Regulations.

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

- (i) the Society has not used the donation moneys in accordance with its objectives as required under Regulation 11 of the Charities (Institutions of a Public Character) Regulations; and
- (ii) the Society has not complied with the requirements of Regulation 15 of the Charities (Institutions of a Public Character) Regulations.



Baker Tilly TFW LLP
Public Accountants and
Chartered Accountants
Singapore

26 July 2023

KAMPONG KAPOR COMMUNITY SERVICES

STATEMENT OF FINANCIAL ACTIVITIES

For the financial year ended 31 March 2023

		2023					(Restated) 2022	
		Restricted Funds					Total Funds	
		KKFSC	WFSC	SSFP	VC	FAM	Other	
		Programme Fund	Programme Fund	Programme Fund	Programme Fund	Programme Fund	Restricted Funds	
		\$	\$	\$	\$	\$	\$	\$
Note	Unrestricted Fund							
	Income							
	Tax deductible donations	17,950	176	-	-	-	14,836	32,962
	Non-tax deductible donations	2,108	-	-	-	-	-	2,108
	Donation-in-kind	-	-	-	-	-	-	-
	Grants from National Council of Social Services ("NCSS")							
	- Community Chest	-	88,145	-	-	52,516	-	255,017
	- Tote Board Social Service Fund	-	438,600	-	-	262,578	-	1,281,154
	Grants from government (recurrent)	-	1,655,167	580,275	205,260	984,053	65,747	5,627,031
18	Other grants from government	-	145,606	24,398	25,496	23,043	27,065	450,004
	Programme and membership income	130	700	-	-	-	-	1,460
	Training income	-	3,300	-	-	-	-	7,125
	Interest income	14,461	24,335	2,582	237	-	-	77,285
	Sundry income	25	11,700	2,340	-	62,741	-	96,051
15	Amortisation of capital grant	-	-	67	-	-	-	843
	Care and Share fund	-	-	-	-	-	-	-
	School Pocket Money fund	-	-	-	-	-	26,407	26,407
	Total income	34,674	2,367,729	609,662	230,993	1,384,931	134,055	7,857,447
	Less: Expenditure							
	<i>Expenditure on manpower</i>	-	1,689,015	494,176	184,101	876,784	52,757	5,920,440
	Salaries and bonus	-	256,802	76,919	31,604	121,686	8,683	889,594
	Central Provident Fund	-	1,945,817	571,095	215,705	998,470	61,440	6,810,034
		-	3,017,507	1,068,190	431,410	2,003,940	122,880	7,535,834

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

KAMPONG KAPOR COMMUNITY SERVICES

STATEMENT OF FINANCIAL ACTIVITIES (cont'd)

For the financial year ended 31 March 2023

	Note	2023							(Restated) 2022 Total Funds \$	
		Unrestricted Fund \$	Restricted Funds					Total Funds \$		
			KKFSC Programme Fund \$	WFSC Programme Fund \$	SSFP Programme Fund \$	VC Programme Fund \$	FAM Programme Fund \$			Other Restricted Funds \$
<i>Other operating expenditure</i>										
Amortisation of capital grant	-	-	-	-	-	-	-	843	843	1,266
Communications	-	21,874	13,752	2,728	1,838	5,646	-	-	45,838	35,464
Depreciation of plant and equipment	-	13,835	11,154	6,799	-	4,659	-	-	36,447	36,255
Plant and equipment written off	-	93	326	-	-	-	-	-	419	-
Food and beverages	-	4,729	4,479	1,364	599	3,073	-	-	14,244	3,278
Insurance	-	5,974	4,136	960	816	810	-	-	12,696	11,362
Outsource and contract services	-	51,303	42,221	5,598	6,596	7,471	3,144	-	116,333	106,834
Printing and stationery	-	4,310	3,334	411	521	1,448	-	-	10,024	11,825
Professional services	-	29,733	21,327	4,161	9,975	5,618	-	-	70,814	21,624
Rental of building, equipment and others	-	90,160	53,112	4,554	2,626	58,641	-	-	209,093	81,615
Specific financial assistance	-	5,520	1,425	533	-	-	149,919	-	157,397	181,195
Staff training and other benefits	-	104,733	62,998	20,386	3,510	50,303	1,163	-	243,093	163,619
Transport	-	15,280	11,949	20,193	252	507	-	-	48,181	32,453
Utilities	-	19,135	15,659	766	2,009	3,075	-	-	40,644	30,593
Other costs	-	19,672	16,368	1,749	1,569	15,511	-	-	54,869	91,409
Total expenditure	-	386,351	262,240	70,202	30,311	156,762	155,069	1,060,935	808,792	
	-	3,403,858	2,208,057	641,297	246,016	1,155,232	216,509	7,870,969	6,544,215	
Net surplus/(deficit) for the financial year	34,674	(308,455)	159,672	(31,635)	(15,023)	229,699	(82,454)	(13,522)	1,366,178	

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

KAMPONG KAPOR COMMUNITY SERVICES

STATEMENT OF FINANCIAL POSITION

At 31 March 2023

	Note	31.3.2023 \$	(Restated) 31.3.2022 \$	(Restated) 1.4.2021 \$
Non-current asset				
Plant and equipment	3	87,745	75,014	74,124
Current assets				
Inventories		1,440	2,800	1,380
Other receivables	4	283,321	419,582	498,898
Fixed deposits	5	7,055,916	7,355,916	5,554,862
Cash and bank balances		1,766,635	1,385,439	1,673,298
		9,107,312	9,163,737	7,728,438
Total assets		9,195,057	9,238,751	7,802,562
Current liability				
Other payables	6	919,578	949,750	879,739
Net assets		8,275,479	8,289,001	6,922,823
Funds				
<i>Unrestricted Fund</i>				
Accumulated Fund		1,548,248	1,513,574	1,413,453
<i>Restricted Funds</i>				
KKFSC Programme Fund	7	3,394,995	3,703,450	2,984,969
WFSC Programme Fund	8	2,625,465	2,465,793	1,982,737
SSFP Programme Fund	9	198,444	230,079	202,580
VC Programme Fund	10	(7,644)	7,379	(16,852)
FAM Programme Fund	11	229,699	–	–
School Pocket Money Fund	12	17,165	35,518	31,075
Financial Assistance Fund	13	262,098	296,956	291,010
Comcare Fund	14	7,009	9,822	8,960
Capital Grant	15	–	843	2,109
Care and Share Matching Grant	16	–	25,587	22,782
Corporate Capability Expansion Grant	17	–	–	–
Total Funds		8,275,479	8,289,001	6,922,823

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

KAMPONG KAPOR COMMUNITY SERVICES

STATEMENT OF CHANGES IN ACCUMULATED FUND AND SPECIFIC FUNDS For the financial year ended 31 March 2023

	Unrestricted Fund		Restricted Funds					Other Restricted Funds					Total	
	Accumulated Fund	\$	KKFSC Programme Fund	WFSC Programme Fund	SSFP Programme Fund	VC Programme Fund	FAM Programme Fund	School Packet Money Fund	Financial Assistance Fund	Comcare Fund	Capital Grant	Share Matching Grant	Corporate Capability Expansion Grant	Total Other Restricted Funds
2022														
Balance at 1 April 2021	1,413,453	3,175,457	2,139,647	249,782	(9,472)	—	—	31,075	291,010	8,960	2,109	22,782	—	355,936
- as previously reported														7,324,803
- prior year adjustments (Note 23)	—	(190,488)	(156,910)	(47,202)	(7,380)	—	—	—	—	—	—	—	—	(401,980)
- as restated	1,413,453	2,984,969	1,982,737	202,580	(16,852)	—	—	31,075	291,010	8,960	2,109	22,782	—	355,936
Net surplus/(deficit) for the financial year														
- as previously reported	100,121	711,196	520,716	33,885	41,141	—	—	4,443	5,946	862	(1,266)	53,203	—	63,188
- prior year adjustments (Note 23)	—	(31,135)	(49,638)	(6,386)	(16,910)	—	—	—	—	—	—	—	—	(140,069)
- as restated	100,121	680,061	471,078	27,499	24,231	—	—	4,443	5,946	862	(1,266)	53,203	—	63,188
Inter funds transfer	—	38,420	11,978	—	—	—	—	—	—	—	—	(50,398)	—	(50,398)
Balance at 31 March 2022, as restated	1,513,574	3,703,450	2,465,793	230,079	7,379	—	—	35,518	296,956	9,822	843	25,587	—	368,726
														8,289,001

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

KAMPONG KAPOR COMMUNITY SERVICES

STATEMENT OF CHANGES IN ACCUMULATED FUND AND SPECIFIC FUNDS (CONT'D)

For the financial year ended 31 March 2023

	Unrestricted Fund	Restricted Funds					Other Restricted Funds											
		KKFSC Programme Fund		WFSC Programme Fund	SSFP Programme Fund	VC Programme Fund	FAM Programme Fund	School Packet Money Fund	Financial Assistance Fund	Comcare Fund	Capital Grant	Share Matching Grant	Corporate Capability Expansion Grant	Total Other Restricted Funds				
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$				
2023																		
Balance at 1 April 2022	1,513,574	3,925,073	2,672,341	283,667	31,669	–		35,518	296,956	9,822	843	25,587	–	368,726	8,795,050			
- as previously reported																		
- prior year adjustments (Note 23)	–	(221,623)	(206,548)	(53,588)	(24,290)	–		–	–	–	–	–	–	–	(506,049)			
- as restated	1,513,574	3,703,450	2,465,793	230,079	7,379	–		35,518	296,956	9,822	843	25,587	–	368,726	8,289,001			
Net surplus/(deficit) for the financial year	34,674	(308,455)	159,672	(31,635)	(15,023)	229,699		(18,353)	(34,858)	(2,813)	(843)	(25,587)	–	(82,454)	(13,522)			
Balance at 31 March 2023	1,548,248	3,394,995	2,625,465	198,444	(7,644)	229,699		17,165	262,098	7,009	–	–	–	286,272	8,275,479			

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

KAMPONG KAPOR COMMUNITY SERVICES

STATEMENT OF CASH FLOWS

For the financial year ended 31 March 2023

	2023 \$	(Restated) 2022 \$
Cash flows from operating activities		
(Deficit)/surplus for the financial year	(13,522)	1,366,178
Adjustments for:		
Depreciation of plant and equipment	36,447	36,255
Interest income	(77,285)	(14,009)
Plant and equipment written off	419	–
Operating cash flow before working capital changes	(53,941)	1,388,424
Inventories	1,360	(1,420)
Receivables	174,411	82,097
Payables	(30,172)	70,011
Cash restricted in use	(52,676)	(1,412,979)
Net cash from operating activities	38,982	126,133
Cash flows from investing activities		
Purchase of plant and equipment	(49,597)	(37,145)
Interest received	39,135	11,228
Net cash used in investing activities	(10,462)	(25,917)
Net increase in cash and cash equivalents	28,520	100,216
Cash and cash equivalents at beginning of the financial year	1,512,879	1,412,663
Cash and cash equivalents at end of the financial year	1,541,399	1,512,879
Cash and cash equivalents in the statement of cash flows:		
Fixed deposits (Note 5)	7,055,916	7,355,916
Cash and bank balances	1,766,635	1,385,439
Restricted in use	8,822,551 (7,281,152)	8,741,355 (7,228,476)
Cash and cash equivalents for statement of cash flows purposes	1,541,399	1,512,879

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

KAMPONG KAPOR COMMUNITY SERVICES

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1 General information

Kampong Kapor Community Services (the “Society”) is registered under the Societies Act in Singapore. The Society is a registered charity under the Charities Act since 1 April 2010. The Society is also an approved Institution of a Public Character (“IPC”) under the Income Tax Act 1947. The IPC status granted to the Society is for the period from 1 April 2021 to 31 March 2024.

The Society provides casework and counselling, information and referral services, preventive and developmental programmes and activities for individuals and families in need. The objective of the programmes and services is to develop and strengthen clients’ resilience and social support networks within family and community. It is located at Blk 2 Kitchener Road, #03-89, Singapore 200002.

2 Significant accounting policies

a) Basis of preparation

The financial statements, expressed in Singapore dollar (“\$”) which is the functional currency of the Society, have been prepared in accordance with the provisions of the Societies Act 1966, the Charities Act 1994 and other relevant regulations and Financial Reporting Standards in Singapore (“FRSs”). The financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with FRSs requires the use of 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 or expenditure during the financial year. Although these estimates are based on management’s best knowledge of current events and actions and historical experiences and various other factors that are believed to be reasonable under the circumstances, actual results may ultimately differ from those estimates.

Use of estimates and judgements

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

There were no significant judgements made in applying accounting policies and no estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

The carrying amounts of cash and bank balances, fixed deposits, other current receivables and payables approximate their respective fair values due to the relatively short-term maturity of these financial instruments.

New and revised standards that are adopted

In the current financial year, the Society has adopted all the new and revised FRSs and Interpretations of FRSs (“INT FRSs”) that are relevant to its operations and effective for the current financial year. The adoption of these new and revised FRSs and INT FRSs did not have any material effect on the financial statements of the Society.

2 Significant accounting policies (cont'd)

a) Basis of preparation (cont'd)

New and revised standards not yet effective

New standards, amendments to standards and interpretations that have been issued at the end of the reporting period but are not yet effective for the financial year ended 31 March 2023 have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements of the Society.

b) Income recognition

- | | | |
|---|---|---|
| Donations | - | when received |
| Donations in kind | - | based on open market value at the date of the receipt of the donation |
| Programme and membership income and training income | - | over the period of provision of services to clients. Such services are recognised as a performance obligation satisfied over time. Revenue from programme income is recognised over the duration of the programmes and in the period in which the service is provided, having regard to the stage of completion of the service. |
| Interest income | - | based on the effective interest rate method |

c) Government grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. Where the grant relates to an asset, the fair value is recognised as deferred capital grant on the statement of financial position and is amortised to income or expenditure over the expected useful life of the relevant asset by equal annual instalments.

When the grant relates to an expense item, it is recognised in income or expenditure over the period necessary to match them on a systematic basis to the costs that it is intended to compensate.

Capital grants

Capital grants received are amortised over the useful lives of the assets acquired using the grants.

Total capital grants received less the amounts amortised to income or expenditure at the end of the reporting period are included in the statement of financial position as capital grants.

Revenue grants

Grants of a revenue nature are credited to income or expenditure in the period to which they relate.

d) Employee benefits

Employee leave entitlements

Employee entitlements to annual leave are recognised when accrued to employees. A provision is made for the estimated liability for annual leave as a result of services rendered by employees up to the end of the reporting period.

Defined contribution plans

The Society makes contributions to the Central Provident Fund ("CPF"), a defined contribution plan regulated and managed by the Singapore Government. Contributions to CPF are recognised as an expense in the period in which the related service is performed.

2 Significant accounting policies (cont'd)

e) Plant and equipment

Plant and equipment are stated at cost less accumulated depreciation and any impairment loss. Depreciation is charged on the straight-line method to allocate the depreciable amounts of plant and equipment over estimated useful lives as follows:

	Years
Furniture, fittings and fixtures	5
Computers	3
Office equipment	5
Renovations	5

On disposal of a plant and equipment, the difference between the net disposal proceeds and its carrying amount is taken to income or expenditure.

The residual values, estimated useful lives and depreciation method of plant and equipment are reviewed, and adjusted as appropriate, at each reporting date. The effects of any revision are recognised in income or expenditure when the changes arise.

Fully depreciated assets are retained in the financial statements until they are no longer in use.

f) Impairment of non-financial assets

Non-financial assets are reviewed for impairment at each reporting date or whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Whenever the carrying amount of an asset exceeds its recoverable amount, an impairment loss is recognised in income or expenditure.

Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the asset no longer exist or have decreased. The reversal is recorded in income or expenditure. However, the increased carrying amount of an asset due to a reversal of an impairment loss is recognised to the extent it does not exceed the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for that asset in prior years.

g) Financial assets

Recognition and derecognition

Regular way purchases and sales of financial assets are recognised on trade date - the date on which the Society commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Society has transferred substantially all risks and rewards of ownership.

Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition of financial assets (other than financial assets at fair value through profit or loss) are added to the fair value of the financial assets on initial recognition.

Classification and measurement

All financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

The Society classifies its financial assets at amortised cost. The classification is based on the Society's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

The Society reclassifies debt instruments when, and only when, its business model for managing those assets changes.

2 Significant accounting policies (cont'd)

g) Financial assets (cont'd)

Subsequent measurement

Debt instruments include cash and bank balances, fixed deposits and other receivables (excluding prepayments and government grant receivable). These are subsequently measured at amortised cost based on the Society's business model for managing the asset and cash flow characteristics of the asset.

The Society measures financial assets at amortised cost if both of the following conditions are met:

- The financial asset is held within a business model with the objective to hold financial assets in order to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specific dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at amortised cost are subsequently measured using the effective interest rate (EIR) method and are subject to impairment. Gains and losses are recognised in income or expenditure when the asset is derecognised, modified or impaired. Interest income from these financial assets is included in interest income using the EIR method.

Impairment

The Society recognises an allowance for expected credit losses ("ECLs") for financial assets carried at amortised cost. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Society expects to receive, discounted at an approximation of the original effective interest rate.

The impairment methodology applied depends on whether there has been a significant increase in credit risk. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

If the Society has measured the loss allowance for a financial asset at an amount equal to lifetime ECL in the previous reporting period, but determines at the current reporting date that the conditions for lifetime ECL are no longer met, the Society measures the loss allowance at an amount equal to 12-month ECL at the current reporting date.

The Society recognises an impairment gain or loss in income or expenditure for all financial assets with a corresponding adjustment to their carrying amount through a loss allowance account.

h) Cash and cash equivalents in the statement of cash flows

For the purpose of presentation in the statement of cash flows, cash and cash equivalents comprise cash on hand, deposits with financial institutions which are subject to an insignificant risk of change in value and excludes cash restricted in use.

2 Significant accounting policies (cont'd)

i) Financial liabilities

Financial liabilities include other payables (excluding deferred grant income and provision for unutilised leave). Financial liabilities are recognised on the statement of financial position when, and only when, the Society becomes a party to the contractual provisions of the financial instruments. Financial liabilities are initially recognised at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

A financial liability is derecognised when the obligation under the liability is extinguished. Gains and losses are recognised in income or expenditure when the liabilities are derecognised and through the amortisation process.

j) Provision for other liabilities

Provisions are recognised when the Society has a present legal or constructive obligation as a result of past event, and it is probable that an outflow of economic resources will be required to settle that obligation and the amount can be estimated reliably. Provisions are measured at the Board's best estimate of the expenditure required to settle the obligation at the end of the reporting period. Where the effect of the time value of money is material, the amount of the provision shall be discounted to present value using a pre-tax discount rate that reflects the current market assessment of the time value of money and risks specific to the obligation.

When discounting is used, the increase in the provision due to passage of time is recognised as a finance cost in income or expenditure.

k) Income tax

As a charity, the Society is exempt from tax on income and gains falling within Section 13(1)(zm) of the Income Tax Act to the extent that these are applied to its charitable objects. No tax charges have arisen for the Society during the financial year.

l) Funds

Unless specifically indicated, fund balances are not represented by any specific accounts, but are represented by all assets of the Society.

m) Leases

The Society assess at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

When the Society is the lessee

The Society applies a single recognition and measurement approach for all leases, except for short-term leases (i.e. for leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). For these exempted leases, the Society recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed.

3 Plant and equipment

	Furniture, fittings and fixtures \$	Computers \$	Office equipment \$	Renovations \$	Total \$
2023					
Cost					
At 1.4.2022	39,119	73,798	104,758	496,765	714,440
Additions	28,237	11,313	–	10,047	49,597
Written off	(2,713)	–	–	–	(2,713)
At 31.3.2023	64,643	85,111	104,758	506,812	761,324
Accumulated depreciation					
At 1.4.2022	32,245	67,716	66,848	472,617	639,426
Depreciation charge	6,656	4,977	16,383	8,431	36,447
Written off	(2,294)	–	–	–	(2,294)
At 31.3.2023	36,607	72,693	83,231	481,048	673,579
Net carrying amount					
At 31.3.2023	28,036	12,418	21,527	25,764	87,745
2022					
Cost					
At 1.4.2021	38,750	69,551	92,683	476,311	677,295
Additions	369	4,247	12,075	20,454	37,145
At 31.3.2022	39,119	73,798	104,758	496,765	714,440
Accumulated depreciation					
At 1.4.2021	28,026	57,320	51,254	466,571	603,171
Depreciation charge	4,219	10,396	15,594	6,046	36,255
At 31.3.2022	32,245	67,716	66,848	472,617	639,426
Net carrying amount					
At 31.3.2022	6,874	6,082	37,910	24,148	75,014

4 Other receivables

	2023 \$	2022 \$
Interest receivable	38,149	2,781
Sundry receivables	199,663	394,335
Sundry deposits	23,240	7,034
Government grant receivable	—	5,506
Prepayments	22,269	9,926
	283,321	419,582

5 Fixed deposits

Fixed deposits are short-term in nature, mature within 12 months (2022: 12 months) after the end of the reporting period and earn interests at the short-term fixed deposits rates ranging from 0.85% to 3.99% (2022: 0.10% to 0.78%) per annum.

6 Other payables

	31.3.2023 \$	(Restated) 31.3.2022 \$	(Restated) 1.4.2021 \$
Accrued operating expenses	907,594	915,554	749,047
Deferred grant income	11,984	34,196	130,692
	919,578	949,750	879,739

7 Kampong Kapor Family Service Centre (“KKFSC”) Programme Fund

	2023 \$	(Restated) 2022 \$
At beginning of financial year		
- as previously reported	3,925,073	3,175,457
- prior year adjustments (Note 23)	(221,623)	(190,488)
- as restated	3,703,450	2,984,969
Receipts	3,095,403	3,868,000
Expenditure		
- as previously reported	(3,403,858)	(3,156,804)
- prior year adjustments (Note 23)	—	(31,135)
Net (deficit)/surplus for the financial year	(308,455)	680,061
Inter funds transfer	—	38,420
	(308,455)	718,481
At end of financial year	3,394,995	3,703,450

These are funds received from NCSS and Ministry of Social and Family Development (“MSF”) to provide service to the community.

7 Kampong Kapor Family Service Centre (“KKFSC”) Programme Fund (cont’d)

The services provided are under community’s programme and the Programme Fund ending balance of the financial year as indicated above is restricted for the operations of the programmes only, for the benefit of its intended clients. In keeping with the funder/donor’s intent for the use of monies, the reserve will not be transferred out of the Programme for other purposes.

8 Whampoa Family Service Centre (“WFSC”) Programme Fund

	2023 \$	(Restated) 2022 \$
At beginning of financial year		
- as previously reported	2,672,341	2,139,647
- prior year adjustments (Note 23)	(206,548)	(156,910)
	<hr/>	<hr/>
- as restated	2,465,793	1,982,737
	<hr/>	<hr/>
Receipts	2,367,729	2,762,299
Expenditure		
- as previously reported	(2,208,057)	(2,241,583)
- prior year adjustments (Note 23)	–	(49,638)
	<hr/>	<hr/>
Net surplus for the financial year	159,672	471,078
Inter funds transfer	–	11,978
	<hr/>	<hr/>
At end of financial year	2,625,465	2,465,793

These are funds received from NCSS and MSF to provide service to the community.

The services provided are under community’s programme and the Programme Fund ending balance of the financial year as indicated above is restricted for the operations of the programmes only, for the benefit of its intended clients. In keeping with the funder/donor’s intent for the use of monies, the reserve will not be transferred out of the Programme for other purposes.

9 Safe and Strong Families Preservation (“SSFP”) Programme Fund

	2023 \$	(Restated) 2022 \$
At beginning of financial year		
- as previously reported	283,667	249,782
- prior year adjustments (Note 23)	(53,588)	(47,202)
	<hr/>	<hr/>
- as restated	230,079	202,580
	<hr/>	<hr/>
Receipts	609,662	561,842
Expenditure		
- as previously reported	(641,297)	(527,957)
- prior year adjustments (Note 23)	–	(6,386)
	<hr/>	<hr/>
Net (deficit)/surplus for the financial year	(31,635)	27,499
	<hr/>	<hr/>
At end of financial year	198,444	230,079

9 Safe and Strong Families Preservation (“SSEP”) Programme Fund (cont’d)

These are funds received from MSF to provide agency service to the community.

The services provided are under community’s programme and the Programme Fund ending balance of the financial year as indicated above is restricted for the operations of the programmes only. The reserve will not be transferred out of the Programme for other purposes.

10 SG Cares Volunteer Centre Development (“VC”) Programme Fund

	2023 \$	(Restated) 2022 \$
At beginning of financial year		
- as previously reported	31,669	(9,472)
- prior year adjustments (Note 23)	(24,290)	(7,380)
	<hr/>	<hr/>
- as restated	7,379	(16,852)
	<hr/>	<hr/>
Receipts	230,993	383,262
Expenditure		
- as previously reported	(246,016)	(342,121)
- prior year adjustments (Note 23)	—	(16,910)
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Net (deficit)/surplus for the financial year	(15,023)	24,231
	<hr/>	<hr/>
At end of financial year	(7,644)	7,379
	<hr/>	<hr/>

These are funds received from Ministry of Culture, Community and Youth (“MCCY”) to provide agency service to the community.

The services provided are under community’s programme and the Programme Fund ending balance of the financial year as indicated above is restricted for the operations of the programmes only. The reserve will not be transferred out of the Programme for other purposes.

11 Strengthening Families Programme @ Family Service Centre (“FAM”) Programme Fund

These are funds received from NCSS and MSF to provide service to the community.

The services provided are under community’s programme and the Programme Fund ending balance of the financial year as indicated above is restricted for the operations of the programmes only, for the benefit of its intended clients. In keeping with the funder/donor’s intent for the use of monies, the reserve will not be transferred out of the Programme for other purposes.

	2023 \$	2022 \$
At beginning of financial year	—	—
Receipts	1,384,931	—
Expenditure	(1,155,232)	—
	<hr/>	<hr/>
Net surplus for the financial year	229,699	—
	<hr/>	<hr/>
At end of financial year	229,699	—
	<hr/>	<hr/>

12 School Pocket Money Fund

	2023 \$	2022 \$
At beginning of financial year	35,518	31,075
Receipts	26,407	75,013
Expenditure	(44,760)	(70,570)
Net (deficit)/surplus for the financial year	(18,353)	4,443
At end of financial year	17,165	35,518

These are funds received from NCSS to finance needy students.

13 Financial Assistance Fund

	2023 \$	2022 \$
At beginning of financial year	296,956	291,010
Receipts	14,836	41,690
Expenditure	(49,694)	(35,744)
Net (deficit)/surplus for the financial year	(34,858)	5,946
At end of financial year	262,098	296,956

The fund is set up to provide financial assistance to needy families.

14 Comcare Fund

	2023 \$	2022 \$
At beginning of financial year	9,822	8,960
Receipts	27,065	51,040
Expenditure	(29,878)	(50,178)
Net (deficit)/surplus for the financial year	(2,813)	862
At end of financial year	7,009	9,822

These are funds received from MSF for short term emergency fund disbursed to the needy.

15 Capital Grant

	2023 \$	2022 \$
At beginning of financial year	843	2,109
Current financial year amortisation and net deficit for the financial year	(843)	(1,266)
At end of financial year	–	843

16 Care and Share Matching Grant

The grant which is given out under the Care and Share movement, is managed by the MSF and is called the Care and Share Matching Grant.

	2023 \$	2022 \$
At beginning of financial year	25,587	22,782
Receipts	–	67,187
Expenditure	(25,587)	(13,984)
Net (deficit)/surplus for the financial year	(25,587)	53,203
Inter funds transfer	–	(50,398)
At end of financial year	–	25,587

As per the Variation to the Funding Agreement dated 30 September 2015 (the “Agreement”), this represents a dollar and twenty-five cents for every eligible donation dollar for the first \$1,000,000 and a dollar for every eligible donation dollar for the subsequent \$1,000,000 that the Society raises between 1 January 2015 and 30 June 2019. The grant shall be used to invest in building capability in the social service sector and recognise the contributions made by Volunteer Welfare Organisations (“VWOS”). The grant can be used for the following areas:

- (i) Capability Building
- (ii) Capacity Building
- (iii) New Initiatives/Expansion of existing services
- (iv) Critical Existing Needs (up to 20%)

The Society has up to 3 years after the end of the matching grant period (i.e. 30 June 2019) to utilise the grants. The grant is ended on 31 March 2022.

17 Corporate Capability Expansion Grant

The grant is given out to fund the initiatives and short-term corporate positions set out in the Strategy Plan which are selected by MSF and the Society for implementation. Such grant will expire on 4 September 2025, and the grant is to be disbursed on reimbursement basis.

	2023 \$	2022 \$
At beginning of financial year	—	—
Income	65,747	—
Expenditure	(65,747)	—
Net surplus for the financial year	—	—
At end of financial year	—	—

Included in the expenditure on manpower of \$81,046 is an amount of \$64,837 which will be claimed under the MSF Corporate Capability Expansion Grant.

18 Other grants from government

Within the other grants from government is an amount of \$ Nil (2022: \$110,345) recognised during the financial year under the Jobs Support Scheme (the “JSS”). Under the JSS, the Singapore Government will co-fund gross monthly wages paid to each local employee through cash subsidies with the objective of helping employers retain local employees. The JSS is a temporary scheme introduced in the Singapore Budget 2020 and had been extended up to 2021 by the Singapore Government.

19 Reserve policy

The Society shall seek to accumulate and maintain cash reserves of at least one year, but not more than two years of annual operating expenditure. Substantial funding is secured in advance annually (or in some cases, bi-annually) from well-funded National-level institutions.

20 Key management personnel

Remuneration paid to key management personnel are as follows:

	2023 \$	2022 \$
Salaries and related costs	1,131,270	824,008
Central Provident Fund	129,753	86,466
	1,261,023	910,474

During the financial year, there are 7 (2022: 6) employees who received annual remuneration above \$100,000. The members of the Management Committee are volunteers and they did not receive any remuneration from the Society.

21 Financial instruments

a) Categories of financial instruments

Financial instruments at their carrying amounts at the end of the reporting period are as follows:

	(Restated) 2023 \$	(Restated) 2022 \$	2021 \$
<i>Financial assets</i>			
Financial assets at amortised cost	9,083,603	9,145,505	7,646,847
<i>Financial liabilities</i>			
Financial liabilities at amortised cost	737,749	695,228	557,915

b) Financial risk management

The Society's overall risk management is determined and carried out by the Management Committee. Due to the nature of the Society's activities, it has minimal financial risks exposure.

Interest rate risk

The Society's income and operating cash flows are substantially independent of changes in market interest rates as it has no significant interest-bearing assets or liabilities except for fixed deposits where interest earned is not significant.

The sensitivity analysis for interest rate is not disclosed as the effect on the financial statements is not expected to be significant.

Credit risk

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counterparty default on its obligations. The Society's exposure to credit risk arises primarily from cash and cash equivalents and other receivables. For financial assets, including cash and cash equivalents, the Society minimises credit risk by dealing exclusively with high credit rating counterparties.

At the end of the reporting period, the Society has no significant concentrations of credit risk except for cash and cash equivalents placed with reputable bank.

As the Society does not hold any collateral, the maximum exposure to credit risk is the carrying amount of each class of the financial instruments presented on the statement of financial position.

The credit risk exposure in relation to financial assets at amortised cost as at 31 March 2023 and 31 March 2022 is insignificant and accordingly no credit loss allowance is recognised as at 31 March 2023 and 31 March 2022.

Liquidity risk

The Management Committee exercises prudent liquidity and cash flow risk management policies and aims to maintain sufficient level of liquidity and cash flows at all times.

The financial liabilities of the Society as presented on the statement of financial position are due within twelve months from the end of the reporting period and approximate the contractual undiscounted payments.

21 Financial instruments (cont'd)**c) Fair values of financial instruments**

The carrying amounts of the financial assets and liabilities recorded in the financial statements of the Society approximate their fair values due to the relatively short-term maturity of these financial instruments.

22 Fund management

The Society's objectives when managing its funds are to safeguard and to maintain adequate working capital to continue as going concern and to develop its principal activities over the longer term through the income and significant support in the form of NCSS and MSF funding and donations.

No changes were made to the Society's fund management objectives or policies during the financial years ended 31 March 2023 and 31 March 2022.

23 Prior year adjustments

During the financial year, the Society made a prior year adjustment to recognise the bonus expense on accrual basis instead of recognising upon when payment of bonus is made.

	As previously reported \$	Amount restated \$	As restated \$
<i>Statement of financial position as at 1.4.2021</i>			
Other payables	477,759	401,980	879,739
KKFSC Programme Fund	3,175,457	(190,488)	2,984,969
WFSC Programme Fund	2,139,647	(156,910)	1,982,737
SSFP Programme Fund	249,782	(47,202)	202,580
VC Programme Fund	(9,472)	(7,380)	(16,852)
Total Funds	7,324,803	(401,980)	6,922,823
<i>Statement of financial position as at 31.3.2022</i>			
Other payables	443,701	506,049	949,750
KKFSC Programme Fund	3,925,073	(221,623)	3,703,450
WFSC Programme Fund	2,672,341	(206,548)	2,465,793
SSFP Programme Fund	283,657	(53,588)	230,079
VC Programme Fund	31,669	(24,290)	7,379
Total Funds	8,795,050	(506,049)	8,289,001
<i>Statement of financial activities for the financial year ended 31.3.2022</i>			
Salaries and bonus	4,885,022	89,131	4,974,153
Central Provident Fund	746,332	14,938	761,270

The above restatements did not have any effect on the cash flows for the financial year ended 31 March 2022.

24 Authorisation of financial statements

The financial statements of the Society for the financial year ended 31 March 2023 were authorised for issue in accordance with a resolution of the Management Committee dated 26 July 2023.