

## **Treasures Report for The Beehive Montessori School for the AGM for the year ending 31 December 2019.**

Good Evening and welcome

The role of finance committee includes:

- Formulation and monitoring of the budget and reporting monthly to the board the management accounts of the school.
- Advising the Board on the setting of fees and charges and having the budget approved.
- Management of the school's finances and assets.
- General advice to the School Board on matters of a financial management nature.

I would personally like to thank the Finance Committee for their work throughout the year. The members are:

- Elisa Main the schools Finance manager continues to do an excellent job in the day-to-day management of the finance requirements of the school.
- The Principal the principal for the operational input that the finance team requires to formulate budgets and other financial issues that arise in the operation of the school.
- Andrew Hull the Schools Bursar I would like to thank for his commitment and for his diligence in his role with all things financial.

### **Financial Position as at December 31 2019.**

The details of the Beehive Montessori School Inc as at the 31 December 2019 are set out in the financial reports to be tabled at this AGM.

#### **Balance Sheet**

The Balance Sheet of The Beehive continues to remain strong as reflected by our accumulated net assets of \$5,585,680.

This is made up of Current assets of \$587,185, plus Non-current assets of \$11,279,322; current liabilities of \$899,623 and non-current liabilities of \$5,381,204. These are detailed on Page 4 of the audited accounts in the Balance Sheet.

#### **Income Statement**

The total deficit for the year of 2019 from recurrent operations is \$28,437 including depreciation of \$290,201. There was a non-recurrent operating surplus of \$21,492, which gave the school a net operating deficit of \$6,945 for the 2019 year.

Total Revenue decreased slightly from \$3,801,398 in 2018 to \$3,790,506. Grants increased slightly from the previous financial.

Employee expenses decreased from \$2,834,409 in 2018 to 2,795,674 in 2019.

Other expenses decreased from \$753,962 in 2018 to \$709,482.

These items are on Page 5 of the Audited accounts.

The school is very dependent on its income from both State and Commonwealth Government Grants and school fees: 44% of the School's income was from Government Grants, 51% comes from school fees, and the balance from excursions, working bee levy, interest and other income such as fundraising activities which is essential for a school of Beehive's size.

These items are detailed on Page 12 of the Audited accounts

As the school's main source of revenue is from School Fees and Grants any downturn in student numbers impacts on the financials of the school.

### **2020 Budget**

For the 2020-year, Beehive will continue to have its challenges. Not only the daily operational issues associated with ensuring that that school remains fiscally strong to meet current and future requirements, the other key future financial issues for the school will be:

- The Covid-19 virus and its impact on school operations
- potential funding changes by the Federal and State Governments may impact on the Grant income for the school.

I know that the schools current and future Finance Committee will meet any challenges and manage them in a professional manner in conjunction with the Board.

In the 2020 Budget the school anticipates an operating deficit of \$24,443. This budget was approved prior to the outbreak of Covid-19 and the potential impact this will have on the school.

The finance committee working closely with the Board and will continue to monitor the budget and all events to ensure the schools remains financially sound over the coming years.

The 2019 Financial Accounts have been presented and accepted by the school's Board as representing a true and fair view of the School's financial position after receiving a clear audit report, from the school's auditors Francis A Jones.

I move that the Association accept the 2019 Audited Financial Statements.

Appointment and Remuneration of Auditors.

I move that the finance committee recommend to the board the engagement and set the fee of the auditors.