

NEW HOPE COMMUNITY SERVICES
[UEN: T04SS0026C]
[IPC No.: IPC000037]
[Registered under the Societies Act
(Chapter 311) in the Republic of Singapore]

FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
31 DECEMBER 2018

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NEW HOPE COMMUNITY SERVICES
[UEN: T04SS0026C]

STATEMENT BY THE MANAGEMENT COMMITTEE
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018


In the opinion of the Management Committee, the accompanying financial statements set out on pages 5 to 34 are drawn up so as to give a true and fair view of the state of affairs of the Society as at 31 December 2018 and of its results, the changes in funds and cash flows of the Society for the year then ended.

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, comprising the following, authorised the issue of these financial statements on

President	Steven Thanigasalam s/o Kannan	
Vice-President	Chua Sui Tong	
Secretary	Pauline Tan Cheng Jee	
Treasurer	Hilda Tan Boon Kim	
Committee Member	Derek Pak Gek Kwee	
Committee Member	Edna Leong Lai Yee	
Committee Member	Tay Nguan Sim, Lilian	Appointed on 8 May 2018
Committee Member	Sim Mong Huat	Appointed on 8 May 2018

For and on behalf of the Management Committee,



Steven Thanigasalam s/o Kannan
President



Hilda Tan Boon Kim
Treasurer

Singapore,

Date: 17 April 2019

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
NEW HOPE COMMUNITY SERVICES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of New Hope Community Services (the "Society"), which comprise the statement of financial position as at 31 December 2018, and the statement of financial activities, statement of changes in funds and statement of cash flows for the 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 provisions of the Societies Act, Chapter 311 (the "Societies Act"), the Charities Act, Chapter 37 and other relevant regulations (the "Charities Act and Regulations") and Charities Accounting Standard in Singapore ("CAS") so as to present fairly, in all material respects, the state of affairs of the Society as at 31 December 2018 and the results, changes in funds and cash flows of the Society for the 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

Management is responsible for other information. The other information comprises the Statement by Management Committee set out on page 1.

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
NEW HOPE COMMUNITY SERVICES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018**

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

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

In preparing the financial statements, management 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 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.
- Conclude on the appropriateness of management'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.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
NEW HOPE COMMUNITY SERVICES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018**

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

- 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 Requirement

In our opinion:

- (a) the accounting and other records required to be kept by the Society have been properly kept in accordance with the provisions of the Societies Regulations enacted under the Societies Act, the Charities Act and Regulations; and
- (b) the fund-raising appeal held during the year has been carried out in accordance with Regulation 6 of the Societies Regulations issued under the Societies Act and proper accounts and other records have been kept of the fund-raising appeal.

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

- (a) 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
- (b) the Society has not complied with the requirements of Regulation 15 of the Charities (Institutions of a Public Character) Regulations.



Assurance Partners LLP

Public Accountants and Chartered Accountants

Singapore,

Date: 17 April 2019

NEW HOPE COMMUNITY SERVICES
STATEMENT OF FINANCIAL ACTIVITIES
For the financial year ended 31 December 2018

	Unrestricted funds \$	Restricted funds \$	Total 2018 \$	Total 2017 \$
INCOME				
Income from generated funds:				
Voluntary income	145,386	98,783	244,169	473,056
Activities for generating funds	352,262	-	352,262	264,091
Investment income	38,769	-	38,769	34,254
Income from charitable activities	312,126	1,976,918	2,289,044	2,426,225
Other income	31,806	4,697	36,503	49,670
Total income	880,349	2,080,398	2,960,747	3,247,296
EXPENDITURE				
Costs of generating funds:				
Fundraising trading: cost of goods sold and other costs	69,243	-	69,243	91,398
Cost of Charitable activities	635,726	2,250,234	2,885,960	2,511,523
Governance costs	109,951	261,103	371,054	375,075
Total expenditure	814,920	2,511,337	3,326,257	2,977,996
Net income / (expenditure)	65,429	(430,939)	(365,510)	269,300
Total funds brought forward	2,806,340	1,878,495	4,684,835	4,415,535
Transfer between funds	56,525	(56,525)	-	-
Total funds carried forward	2,928,294	1,391,031	4,319,325	4,684,835

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

NEW HOPE COMMUNITY SERVICES
STATEMENT OF FINANCIAL ACTIVITIES
For the financial year ended 31 December 2018

	UNRESTRICTED FUNDS										RESTRICTED FUNDS															
	General Fund	Jumping Singapore Fund	HOPE Scheme Programme Fund	Building Fund (Designated)	Capital Expenditure Fund	Transitional Shelter for Men-in-Crisis Fund	Transitional Shelter for Families-in-Crisis Fund	Character Building Fund	Care and Share Fund	Life Skills Training Centre Fund	Music Mentorship Programme Fund	Employment Services Fund	Total Funds													
INCOME																										
Voluntary income																										
Donations	4	145,386	-	-	-	-	6,112	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	244,169	
Activity for Generating Funds																										
Course fee		-	18,767	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	18,767	
Rental of trampolines and premise		-	37,161	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	37,161	
Sales of Trampolines		-	10,877	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10,877	
Sales of Jumping Package		-	285,457	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	285,457	
		-	352,262	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	352,262	
Investment income																										
Fixed deposit interest income		38,769	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	38,769	
Income from Charitable Activity																										
Grants and fundings			7,196	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,196	
Active Enabler Project Grant		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	314,071	
Care & Share Matching Grant		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,037,732	
MSF grant		-	-	254,930	-	-	782,802	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	461,971	
NCSS TBSSF Grant		-	-	-	-	-	173,879	-	-	-	-	-	-	-	-	-	-	-	-	-	288,092	-	-	-	227,798	
SBFF Grant		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	112,200	
SCORE accommodation support funding		-	-	-	-	112,200	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	50,000	
Toteboard Grant		50,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,829	
WDA funding		-	-	-	-	-	15,829	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	62,247	
Rental income (shelter fee)		-	-	-	-	8,925	53,322	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	288,092	
		50,000	7,196	254,930	-	121,125	1,025,832	-	314,071	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,289,044	
Other income																										
Miscellaneous income		2,679	779	-	-	-	4,654	-	-	-	-	-	-	-	-	-	-	-	-	-	43	-	-	-	8,155	
Special Employment Credit		4,912	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,912	
Temporary Employment Credit		3,300	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,300	
Wage Credit Scheme		20,136	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	20,136	
		31,027	779	-	-	-	4,654	-	-	-	-	-	-	-	-	-	-	-	-	-	43	-	-	-	36,503	
Total income		265,182	360,237	254,930	-	121,125	1,036,598	-	314,071	-	-	-	-	-	-	-	-	-	-	-	43	-	-	-	2,960,747	

NEW HOPE COMMUNITY SERVICES
STATEMENT OF FINANCIAL ACTIVITIES
For the financial year ended 31 December 2018

EXPENDITURE	UNRESTRICTED FUNDS										RESTRICTED FUNDS																
	Note	General Fund	Jumping Singapore Fund	HOPE Scheme Programme Fund	Building Fund (Designated)	Capital Expenditure Fund	Transitional Shelter for Men-in-Crisis Fund	Transitional Shelter for Families-in-Crisis Fund	Character Building Fund	Care and Share Fund	Life Skills Training and Retreat Centre Fund	Music Mentorship Programme Fund	Employment Services Fund	Total Funds	General Fund	Jumping Singapore Fund	HOPE Scheme Programme Fund	Building Fund (Designated)	Capital Expenditure Fund	Transitional Shelter for Men-in-Crisis Fund	Transitional Shelter for Families-in-Crisis Fund	Character Building Fund	Care and Share Fund	Life Skills Training and Retreat Centre Fund	Music Mentorship Programme Fund	Employment Services Fund	Total Funds
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Fundraising trading: cost of goods and other costs																											
Cost of trampolines sold			5,024	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,024
Fundraising Expenses - SJF 2018		64,219	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	64,219
		64,219	5,024	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	69,243
Cost of Charitable Activities																											
Allocation of support cost	27	(581,410)	28,489	88,374	-	-	62,792	309,892	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Awards and prizes		-	274	390	-	-	-	1,190	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,854
Banners and decorations		-	-	102	-	-	-	221	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	323
Catering and refreshment		3,050	(89)	2,495	-	-	1,194	14,451	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,028
Certification expenses		-	20,820	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	20,820
Contract-for-service and freelancer		-	-	-	-	-	4,200	31	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,231
Co-sharing expenses		-	3,364	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,364
Gifts and souvenirs		167	120	99	-	-	69	5,107	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,511
Helper allowance		-	4,395	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,395
Household items		-	-	-	-	-	1,370	7,425	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	8,795
Insurances		2,214	297	1,098	-	-	657	8,202	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	13,974
Instructor allowance		-	126,492	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	126,492
IT and computer expenses		10,553	6,527	-	-	-	1,600	5,099	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,779
License fee		-	1,090	-	-	-	-	800	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,890
Life skill training and programmes expenses		-	-	235	-	-	-	1,068	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,140
Marketing expenses		-	1,501	-	-	-	-	587	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,308
Matching savings incentives		-	-	400	-	-	-	5,350	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,350
Rental of equipment		3,672	-	-	-	-	1,600	4,530	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	8,202
Rental of facilities		-	700	1,249	-	-	37	3,622	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,896
Rental of premises		6,741	65,952	599	-	-	60,000	62,333	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	336,865
Balance of		(555,013)	259,932	95,041	-	-	133,519	429,908	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	613,520

NEW HOPE COMMUNITY SERVICES
STATEMENT OF FINANCIAL ACTIVITIES
For the financial year ended 31 December 2018

		UNRES TRICTED FUNDS						RES TRICTED FUNDS						
	Note	General Fund	Jumping Singapore Programme Fund	HOPE Scheme Programme Fund	Building Fund (Designated)	Capital Expenditure Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families-In-Crisis Fund	Character Building Fund	Care and Share Fund	Life Skills Training and Retreat Centre Fund	Music Mentorship Programme Fund	Employment Services Fund	Total Funds
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
EXPENDITURE														
Cost of Charitable Activities														
Balance b/f		(555,013)	259,932	95,041	-	-	133,519	429,908	-	-	141,969	61,145	47,019	613,520
Repairs and maintenance		7,176	5,032	502	-	-	6,297	15,509	-	-	7,124	156	-	41,796
Resident welfare assistance		-	-	-	-	-	100	5,525	-	-	-	-	-	5,625
Service and conservancy charges		284	11,459	-	-	-	-	30,242	-	-	-	-	-	41,985
Shelter equipment expenses		-	-	-	-	-	276	908	-	-	-	-	-	1,184
Staff costs	5	501,967	65,070	213,440	-	-	113,467	882,332	-	-	-	130,952	141,314	2,048,542
Stamp duty		-	-	-	-	-	-	540	-	-	-	-	-	540
Storage charges		-	(1,400)	-	-	-	-	-	-	-	-	-	-	(1,400)
Sustained Employment Award		-	-	-	-	-	-	-	-	-	-	-	3,700	3,700
Telecommunication		6,624	1,999	698	-	-	482	4,287	-	-	-	50	93	14,233
Transportation		3,127	722	1,798	-	-	2,941	17,207	-	-	-	4,359	842	30,996
Upkeep of motor vehicles		2,494	4,384	-	-	-	-	13,971	-	-	-	-	-	20,849
Utilities		6,286	2,310	-	-	-	8,603	45,599	-	-	(202)	-	-	62,596
Volunteer expenses		480	1,080	234	-	-	-	-	-	-	-	-	-	1,794
		(26,575)	350,588	311,713	-	-	265,685	1,446,028	-	-	148,891	196,662	192,968	2,885,960
Governance and Administrative Costs														
Accounting fees		38,400	-	-	-	-	-	-	-	-	-	-	-	38,400
Audit fee - Current year		4,750	-	-	-	-	-	-	-	-	-	-	-	4,750
Audit fee - Prior year		(1,250)	-	-	-	-	-	-	-	-	-	-	-	(1,250)
Bank charges and other transaction fees		5,513	6,446	-	-	-	-	40	-	-	-	-	-	11,999
Board expenses		560	-	-	-	-	-	-	-	-	-	-	-	560
Cleaning expenses		6,450	3,620	-	-	-	-	5,855	-	-	-	-	-	15,925
Balance c/f		54,423	10,066	-	-	-	-	5,895	-	-	-	-	-	70,384

NEW HOPE COMMUNITY SERVICES

STATEMENT OF FINANCIAL ACTIVITIES

For the financial year ended 31 December 2018

	Note	UNRESTRICTED FUNDS					RESTRICTED FUNDS					Total Funds		
		General Fund	Jumping Singapore Fund	HOPE Scheme Programme Fund	Building Fund (Designated)	Capital Expenditure Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families-In-Crisis Fund	Character Building Fund	Care and Share Fund	Life Skills Training and Retreat Centre Fund		Muscle Mentorship Programme Fund	Employment Services Fund
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
EXPENDITURE														
Governance and Administrative Costs														
Balance b/f		54,423	10,066	-	-	-	5,895	-	-	-	-	-	-	70,384
Depreciation expenses	9	22,408	1,422	787	-	2,603	26,153	-	-	-	-	-	-	270,097
General expenses		386	441	111	-	-	5	-	-	-	-	-	25	968
Loss on disposal of fixed assets		378	-	-	-	-	3,883	-	-	-	-	-	-	4,261
Medical supplies		6	-	-	-	-	10	-	-	-	-	-	-	23
Membership fees		1,800	-	-	-	-	-	-	-	-	-	-	-	1,800
Newspaper and periodicals		-	-	-	-	-	68	-	-	-	-	-	-	68
Online donation portal fees		1,991	25	-	-	-	-	-	-	-	-	-	-	2,016
Payroll services		6,115	-	-	-	-	-	-	-	-	-	-	-	6,115
Postage and courier charges		216	-	-	-	-	220	-	-	-	-	-	-	436
Printing and stationery		5,522	413	58	-	95	2,806	-	-	-	-	59	-	8,953
Recruitment cost		446	35	35	-	2,203	248	-	-	-	-	99	-	3,066
Referral fee		-	(20)	-	-	-	-	-	-	-	-	-	-	(20)
Travelling and accommodation		-	2,887	-	-	-	-	-	-	-	-	-	-	2,887
		93,691	15,269	991	-	216,724	39,288	-	-	-	-	183	-	371,054
Total expenditure		131,335	370,881	312,704	-	216,724	1,485,316	-	-	148,891	196,662	193,151	-	3,326,257
Net income / (expenditure) for the year		133,847	(10,644)	(57,774)	-	(216,724)	(448,718)	-	314,071	(148,848)	91,430	127,318	-	(365,510)
Total funds brought forward		1,244,812	-	161,528	1,400,000	40,517	897,215	13,768	716,469	(46,209)	323,056	(66,321)	-	4,684,835
Transfer between funds		(149,468)	205,993	-	-	245,871	78,630	-	(530,494)	-	-	-	-	-
Total funds carried forward		1,229,191	195,349	103,754	1,400,000	69,664	527,127	13,768	500,046	(195,057)	414,486	60,997	4,319,325	

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

NEW HOPE COMMUNITY SERVICES

STATEMENT OF FINANCIAL ACTIVITIES

For the financial year ended 31 December 2017

		UNRESTRICTED FUNDS					RESTRICTED FUNDS						
	Note	General Fund	HOPE Scheme Programme Fund	Building Fund (Designated)	Capital Expenditure Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families-In-Crisis Fund	Character Building Fund	Care and Share Fund	Life Skills Training and Retreat Centre Fund	Mentorship Programme Fund	Employment Services Fund	Total Funds
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
INCOME													
Voluntary income													
Donations	4	87,513	-	-	50,000	182	175,356	-	40,005	-	120,000	-	473,056
Activity for Generating Funds													
Course fee		-	-	-	-	-	-	-	14,196	-	-	-	14,196
Co-sharing Fee		-	-	-	-	-	-	-	797	-	-	-	797
Rental of trampolines		-	-	-	-	-	-	-	29,309	-	-	-	29,309
Sales of Trampolines		-	-	-	-	-	-	-	19,123	-	-	-	19,123
Sales of Jumping Package		9,481	-	-	-	-	-	-	135,989	-	-	-	145,470
Singapore Jump Fest 2017 - donations	4	55,196	-	-	-	-	-	-	-	-	-	-	55,196
		64,677	-	-	-	-	-	-	199,414	-	-	-	264,091
Investment income													
Fixed deposit interest income		34,254	-	-	-	-	-	-	-	-	-	-	34,254
Income from Charitable Activity													
Grants and fundings													
Active Enabler Project Grant		-	-	-	-	-	-	-	6,000	-	-	-	6,000
MSF grant		-	343,685	-	-	-	1,307,359	-	-	-	-	-	1,651,044
NCSS grant		-	-	-	-	-	189,901	-	-	-	355,535	-	545,436
SCORE accommodation support funding		-	-	-	-	158,328	-	-	-	-	-	-	158,328
VCF funding		2,800	-	-	-	-	9,764	-	-	-	-	-	12,564
WDA funding		-	-	-	-	-	25,740	-	-	-	-	-	25,740
Rental income (shelter fee)		-	-	-	-	1,940	25,173	-	-	-	-	-	27,113
		2,800	343,685	-	-	160,268	1,557,937	-	6,000	-	355,535	-	2,426,225
Other income													
Cash Prize for Charity Governance Award		10,000	-	-	-	-	-	-	-	-	-	-	10,000
Government Paid Childcare Leave Scheme		-	-	-	-	-	628	-	-	-	-	-	628
Miscellaneous income		-	-	-	-	-	30	-	-	-	-	-	30
Wage Credit Scheme		39,012	-	-	-	-	-	-	-	-	-	-	39,012
		49,012	-	-	-	-	658	-	-	-	-	-	49,670
Total income		238,256	343,685	-	50,000	160,450	1,733,951	-	245,419	-	475,535	-	3,247,296

NEW HOPE COMMUNITY SERVICES

STATEMENT OF FINANCIAL ACTIVITIES
For the financial year ended 31 December 2017

	Note	UNRESTRICTED FUNDS					RESTRICTED FUNDS					Total Funds
		General Fund	HOPE Scheme Programme Fund	Building Fund (Designated)	Capital Expenditure Fund	Transitional Shelter for Men-in-Crisis Fund	Transitional Shelter for Families-in-Crisis Fund	Character Building Fund	Care and Share Fund	Life Skills Training and Retreat Centre Fund	Music Mentorship Programme Fund	
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
EXPENDITURE												
Fundraising trading: cost of goods and other costs												
Cost of trampolines		-	-	-	-	-	-	8,332	-	-	-	8,332
Family Day Carnival		-	-	-	-	3,503	-	-	-	-	-	3,503
Fund Raising Expenses - Singapore Jump Fest 2017		79,563	-	-	-	-	-	-	-	-	-	79,563
		79,563	-	-	-	3,503	-	8,332	-	-	-	91,398
Cost of Charitable Activities												
Allocation of support cost	27	(486,544)	48,711	-	-	31,222	276,031	66,237	-	48,711	15,632	-
Awards and prizes		-	-	-	-	-	-	222	-	-	-	222
Banners and decorations		-	-	-	-	-	260	18	-	-	-	278
Catering and refreshment		2,859	1,143	-	-	983	12,747	1,567	-	3,521	112	22,932
Co-sharing expenses		-	-	-	-	-	-	3,357	-	-	-	3,357
Gifts and souvenirs		-	14	-	-	14	1,164	10	-	5	115	1,322
Helper allowance		-	-	-	-	-	70	4,069	-	-	-	4,139
Household items	2	-	-	-	-	1,486	6,370	266	-	-	-	8,124
Insurances		580	1,000	-	-	661	7,499	348	219	248	-	10,555
Instructor allowance		-	-	-	-	-	-	54,061	-	-	-	54,061
IT and computer expenses		6,548	-	-	-	1,644	2,012	6,059	-	-	-	16,263
License fee		-	-	-	-	-	-	3,207	-	-	-	3,207
Life skill training and programmes expenses		-	40	-	-	-	1,781	4,423	-	10,789	-	17,033
Photography and videography services		-	-	-	-	-	650	-	-	-	-	650
Rental of equipment		3,107	-	-	-	-	3,107	-	-	-	-	6,214
Rental of facilities		-	-	-	-	-	1,243	-	-	-	-	1,243
Rental of premises		6,741	-	-	-	56,200	73,164	51,955	42,372	-	-	230,432
Balance c/f		(466,707)	50,908	-	-	92,210	386,098	195,799	42,591	63,274	15,859	380,032

NEW HOPE COMMUNITY SERVICES

STATEMENT OF FINANCIAL ACTIVITIES
For the financial year ended 31 December 2017

	UNRESTRICTED FUNDS					RESTRICTED FUNDS					Total Funds	
	General Fund	HOPE Scheme Programme Fund	Building Fund (Designated)	Capital Expenditure Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families-In-Crisis Fund	Character Building Fund	Care and Share Fund	Life Skills Training and Retreat Centre Fund	Music Mentorship Programme Fund		Employment Services Fund
EXPENDITURE												
Cost of Charitable Activities												
Balance b/f	(466,707)	50,908	-	-	92,210	386,098	-	195,799	42,591	63,274	15,859	380,032
Repairs and maintenance	7,693	415	-	-	3,649	13,425	-	4,500	-	-	-	29,682
Resident welfare	-	-	-	-	1,520	14,283	-	-	-	-	-	15,803
Service and conservancy charges	264	-	-	-	1,300	34,037	-	7,342	-	-	-	42,943
Shelter equipment expenses	-	-	-	-	-	6,774	-	-	-	-	-	6,774
Staff costs	394,674	180,848	-	-	98,418	980,360	-	76,852	-	63,629	49,532	1,844,313
Stamp duty	-	-	-	-	480	353	-	86	1,900	-	-	2,819
Storage charges	-	-	-	-	-	-	-	8,399	-	-	-	8,399
Telecommunication	7,817	2,215	-	-	1,900	13,933	-	3,269	-	1,805	616	31,555
Transportation	3,631	820	-	-	3,883	16,966	-	15,763	21	1,059	45	42,188
Upkeep of motor vehicles	825	20	-	-	-	19,470	-	355	-	-	-	20,670
Utilities	6,717	-	-	-	5,129	67,026	-	2,312	1,497	-	-	82,681
Volunteere xpenses	-	-	-	-	-	370	-	2,670	-	624	-	3,664
	(45,086)	235,226	-	-	208,489	1,553,095	-	317,347	46,009	130,391	66,052	2,511,523
Governance and Administrative Costs												
Accounting fees	26,400	-	-	-	-	-	-	-	-	-	-	26,400
Audit fee - Current year	420	-	-	-	-	-	-	-	-	-	-	420
Audit fee - Prioryear	6,000	-	-	-	-	-	-	-	-	-	-	6,000
Association liability	-	-	-	-	-	-	-	-	-	-	-	-
Bank charges and other fees	3,292	-	-	-	-	-	-	1,291	-	-	-	4,583
Board expenses	7,459	-	-	-	-	-	-	-	-	-	-	7,459
Cleaning expenses	7,556	-	-	-	-	4,205	-	4,943	-	-	-	16,704
Commission paid	-	-	-	-	-	-	-	-	-	-	-	-
Congratulations and condolences benefits	-	-	-	-	-	-	-	-	-	-	-	-
Balance c/f	51,127	-	-	-	-	4,205	-	6,234	-	-	-	61,566

NEW HOPE COMMUNITY SERVICES

STATEMENT OF FINANCIAL ACTIVITIES
For the financial year ended 31 December 2017

	UNRESTRICTED FUNDS					RESTRICTED FUNDS						
	General Fund	HOPE Scheme Programme Fund	Building Fund (Designated)	Capital Expenditure Fund	Transitional Shelter for Men-In-Crisis Fund	Transitional Shelter for Families-In-Crisis Fund	Character Building Fund	Care and Share Fund	Life Skills Training and Retreat Centre Fund	Muscle Mentorship Programme Fund	Employment Services Fund	Total Funds
Note	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
EXPENDITURE												
Governance and Administrative Costs												
Balance b/f	51,127	-	-	-	-	4,205	-	6,234	-	-	-	61,566
Depreciation expenses	48,377	820	-	9,483	1,015	17,591	-	178,326	-	21,285	-	276,897
General expenses	86	130	-	-	75	2,799	-	1,075	200	25	50	4,440
Marketing, advertising and publicity	-	-	-	-	-	278	-	317	-	270	-	865
Medical supplies	15	-	-	-	-	-	-	158	-	-	-	173
Membership fees	1,564	-	-	-	-	-	-	1,776	-	-	-	3,340
Online donation portals fees	-	-	-	-	-	-	-	-	-	-	-	-
Payroll services	5,558	-	-	-	-	-	-	-	-	-	-	5,558
Postage and couriers charges	462	375	-	-	-	163	-	32	-	-	-	1,032
Printing and stationery	3,172	118	-	-	58	4,658	-	1,395	-	328	77	9,806
Professional fees	3,500	-	-	-	-	-	-	-	-	-	-	3,500
Recruitment cost	474	-	-	-	64	753	-	139	-	180	142	1,752
Referral fee	-	-	-	-	-	-	-	578	-	-	-	578
Traveling and accommodation	4,016	-	-	-	-	-	-	1,552	-	-	-	5,568
	118,351	1,443	-	9,483	1,212	30,447	-	191,582	200	22,088	269	375,075
Total expenditure	152,828	236,669	-	9,483	209,701	1,587,045	-	517,261	46,209	152,479	66,321	2,977,996
Net income / (expenditure) for the year	85,428	107,016	-	40,517	(49,251)	146,906	-	(271,842)	(46,209)	323,056	(66,321)	269,300
Funds brought forward	1,167,635	54,512	1,400,000	41,000	-	750,309	13,768	988,311	-	-	-	4,415,535
Transfer between funds	(8,251)	-	-	(41,000)	49,251	-	-	-	-	-	-	-
Funds carried forward	1,244,812	161,528	1,400,000	40,517	-	897,215	13,768	716,469	(46,209)	323,056	(66,321)	4,684,835

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

NEW HOPE COMMUNITY SERVICES

STATEMENT OF FINANCIAL POSITION

As at 31 December 2018

	Note	2018 \$	2017 \$
ASSETS			
Current assets			
Cash and cash equivalents	6	6,327,265	5,686,778
Receivables	7	184,587	446,082
Inventories	8	18,995	76,111
		<u>6,530,847</u>	<u>6,208,971</u>
Non-current assets			
Property, plant and equipment	9	725,866	428,007
		<u>7,256,713</u>	<u>6,636,978</u>
TOTAL ASSETS			
LIABILITIES			
Current liabilities			
Payables and deferred income	10	2,937,388	1,952,143
		<u>4,319,325</u>	<u>4,684,835</u>
NET ASSET			
FUNDS			
Unrestricted Funds			
General Fund	11	1,229,191	1,244,812
Jumping Singapore Fund	12	195,349	-
HOPE Scheme Programme Fund	13	103,754	161,528
Designated Fund			
Building Fund	14	1,400,000	1,400,000
		<u>2,928,294</u>	<u>2,806,340</u>
Restricted Funds			
Capital Expenditure Fund	15	69,664	40,517
Transitional Shelter for Men-In-Crisis Fund	16	-	-
Transitional Shelter for Families-In-Crisis Fund	17	527,127	897,215
Character Building Fund	18	13,768	13,768
Care and Share Fund	19	500,046	716,469
Life Skills Training and Retreat Centre Fund	20	(195,057)	(46,209)
Music Mentorship Programme Fund	21	414,486	323,056
Employment Services Fund	22	60,997	(66,321)
		<u>1,391,031</u>	<u>1,878,495</u>
		<u>4,319,325</u>	<u>4,684,835</u>
TOTAL FUNDS			

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

NEW HOPE COMMUNITY SERVICES
STATEMENT OF CHANGES IN FUNDS
For the financial year ended 31 December 2018

	Note	Balance at beginning of the year \$	Net income / (expenditure) for the year \$	Transfer between funds \$	Balance at end of the year \$
2018					
UNRESRICTED FUNDS					
General Fund	11	1,244,812	133,847	(149,468)	1,229,191
Jumping Singapore Fund	12	-	(10,644)	205,993	195,349
HOPE Scheme Programme Fund	13	161,528	(57,774)	-	103,754
Designated Fund					
Building Fund	14	1,400,000	-	-	1,400,000
		<u>2,806,340</u>	<u>65,429</u>	<u>56,525</u>	<u>2,928,294</u>
RESTRICTED FUNDS					
Capital Expenditure Fund	15	40,517	(216,724)	245,871	69,664
Transitional Shelter for Men- In-Crisis Fund	16	-	(149,468)	149,468	-
Transitional Shelter for Families In-Crisis Fund	16	897,215	(448,718)	78,630	527,127
Character Building Fund	17	13,768	-	-	13,768
Care and Share Fund	18	716,469	314,071	(530,494)	500,046
Life Skills Training and Retreat Centre Fund	19	(46,209)	(148,848)	-	(195,057)
Music Mentorship Programme Fund	20	323,056	91,340	-	414,486
Employment Services Fund	21	(66,321)	127,318	-	60,997
		<u>1,878,495</u>	<u>(430,939)</u>	<u>(56,525)</u>	<u>1,391,031</u>
TOTAL FUNDS		<u>4,684,835</u>	<u>(365,510)</u>	<u>-</u>	<u>4,319,325</u>

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

NEW HOPE COMMUNITY SERVICES
STATEMENT OF CHANGES IN FUNDS
For the financial year ended 31 December 2017

	Note	Balance at beginning of the year \$	Net income / (expenditure) for the year \$	Transfer between funds \$	Balance at end of the year \$
2017					
UNRESRICTED FUNDS					
General Fund	11	1,167,635	85,428	(8,251)	1,244,812
HOPE Scheme Programme Fund	13	54,512	107,016	-	161,528
Designated Fund					
Building Fund	14	1,400,000	-	-	1,400,000
		<u>2,622,147</u>	<u>192,444</u>	<u>(8,251)</u>	<u>2,806,340</u>
RESTRICTED FUNDS					
Capital Expenditure Fund	15	41,000	40,517	(41,000)	40,517
Transitional Shelter for Men- In-Crisis Fund	16	-	(49,251)	49,251	-
Transitional Shelter for Families In-Crisis Fund	17	750,309	146,906	-	897,215
Character Building Fund	18	13,768	-	-	13,768
Care and Share Fund	19	988,311	(271,842)	-	716,469
Life Skills Training and Retreat Centre Fund	20	-	(46,209)	-	(46,209)
Music Mentorship Programme Fund	21	-	323,056	-	323,056
Employment Services Fund	22	-	(66,321)	-	(66,321)
		<u>1,793,388</u>	<u>76,856</u>	<u>8,251</u>	<u>1,878,495</u>
TOTAL FUNDS		<u>4,415,535</u>	<u>269,300</u>	<u>-</u>	<u>4,684,835</u>

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

NEW HOPE COMMUNITY SERVICES
STATEMENT OF CASH FLOWS
For the financial year ended 31 December 2018

	Note	2018 \$	2017 \$
Cash flows from operating activities			
Net income / (expenditure) for the year		(365,510)	269,300
<u>Adjustments for:</u>			
Depreciation expenses	9	270,097	276,897
Loss on disposal of fixed assets		4,261	-
Interest income		(38,769)	(34,254)
Operating cash flows before working capital changes		(129,921)	511,943
<u>Changes in working capital</u>			
Receivables		271,222	(172,367)
Inventories		57,116	36,161
Payables and deferred income		985,245	1,606,007
Net cash generated from operating activities		<u>1,183,662</u>	<u>1,981,744</u>
Cash flows from investing activities			
Additions to property, plant and equipment		(572,227)	(235,666)
Proceeds from sale of fixed assets		10	-
Interest received		29,042	23,442
Net cash used in generated from investing activities		<u>(543,175)</u>	<u>(212,224)</u>
Net increase in cash and cash equivalents		640,487	1,769,520
Cash and cash equivalents at beginning of financial year		<u>5,686,778</u>	<u>3,917,258</u>
Cash and cash equivalents at end of financial year	6	<u><u>6,327,265</u></u>	<u><u>5,686,778</u></u>

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

NEW HOPE COMMUNITY SERVICES
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 December 2018

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

1. General

New Hope Community Services (“the Society”) was registered under the Societies Act (Chapter 311) on 16 January 2004. The Society became a registered charity under the Charities Act (Chapter 37) on 13 October 2004. The address of its registered office and principal place of business is located at 148 Yishun Street 11, #01-123 Singapore 760148.

The Society has been accorded the Institution of Public Character (‘IPC’) status for the period from 1 November 2018 to 31 October 2022.

The objectives of Society are to assist homeless families and individuals by providing transitional accommodation, food rations, assistance with employment and permanent housing search plus enhancement to their life skills (e.g. financial budgeting, behaviour management, social skills training).

2. Significant accounting policies

(a) Basis of preparation

The financial statements have been prepared in accordance with Charities Accounting Standard (“CAS”). The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The preparation of these financial statements in conformity with CAS requires management to exercise its judgment in the process of applying the Society’s accounting policies. It also requires the use of certain critical accounting estimates and assumptions that affects 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 expenses during the financial year. Although these estimates are based on Management Committee’s best knowledge of current events and actions, actual results may ultimately differ from those estimates.

These financial statements are presented in Singapore dollars, which is the Society’s functional currency.

The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3.

(b) Income recognition

Income comprises the fair value of the consideration received or receivable in the ordinary course of the Society’s activities. Income is recognised as follows:

Rendering of services

Revenue from services is recognised over the period in which the services are rendered, using the percentage-of-completion method based on the actual service provided as a proportion of the total services to be performed.

(b) Income recognition (Continued)

Grants

Grants are recognised at their fair value where there is reasonable assurance that the grants will be received and all related conditions will be complied with.

Donations

Donations are recognised in the statement of financial activities upon receipt. Donations-in-kinds are recognised when the fair value of the assets received can be reasonably ascertained.

Interest income

Interest income is recognised on a time-proportion basis using the effective interest method.

Rental income and other income

Rental income and other income are recognised when incurred.

(c) Inventories

Inventories are carried at the lower of cost and net realisable value. Cost includes all costs of purchase and other cost incurred in bringing the inventories to their present location and condition. Cost is determined using the first-in, first-out basis. Net realisable value is the estimated selling price in the ordinary course of business less selling expenses.

(d) Property, plant and equipment

(i) Measurement

Property, plant and equipment are initially recognised at cost and subsequently carried at cost less accumulated depreciation.

The cost of property, plant and equipment initially recognised includes its purchase price and any costs that are 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.

(ii) Depreciation

Depreciation on other items of property, plant and equipment is calculated using the straight-line method to allocate their depreciable amounts over their estimated useful lives as follows:

Computer and office equipment	3 years
Furniture and fittings	5 years
Motor vehicle	3 years
Renovation	3 years
Trampolines	3 years

(d) Property, plant and equipment (Continued)

The residual values, estimated useful lives and depreciation method of property, plant and equipment are reviewed, and adjusted as appropriate, at each statement of financial position date. The effects of any revision are recognised in the statement of financial activities in the financial year in which the changes arise

(iii) Subsequent expenditure.

Subsequent expenditure relating to property, plant and equipment that have already been recognised is added to the carrying amount of the asset only when it is probable that future economic benefits associated with the item will flow to the Society and the cost of the item can be measured reliably. Other subsequent expenditure is recognised as repair and maintenance expenses in statement of financial activities during the financial year in which it is incurred.

(iv) Disposal

On disposal of an item of property, plant and equipment, the difference between the net disposals proceeds and its carrying amount is taken to the statement of financial activities.

(e) Financial assets

- Classification

The Society classifies its financial assets in the following categories: loans and receivables. The classification depends on the purpose for which the assets were acquired. Management determines the classification of its financial assets at initial recognition and re-evaluates this designation at every reporting date.

- Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except those maturing later than 12 months after the statement of financial position date, which are classified as non-current assets. Loans and receivables are classified within "Receivables" and "Cash and cash equivalents" on the statement of financial position.

- Recognition and de-recognition

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.

- Initial measurement

Financial assets are initially recognised at fair value plus transaction costs.

- Subsequent measurement

Loans and receivables are subsequently carried at amortized cost using effective interest method.

(f) Leases

Operating leases

Leases of assets in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are taken to the statement of financial activities on a straight-line basis over the period of the lease. When an operating lease is terminated before the lease period has expired, any payment required to be made to the lessor by way of penalty is recognised as an expense in the period in which termination takes place.

Rental on operating lease is charged to statement of financial activities. Contingent rents are recognised as an expense in the statement of financial activities in the financial year in which they are incurred.

(g) Other payables

Other payables excluding accruals are initially recognised at transaction price, excluding transaction costs. Accruals are recognised at the best estimate of the amount payable. Transaction costs are recognised in the statement of financial activities as incurred.

(h) Other receivables

Other receivables excluding prepayments are initially recognised at transaction price, excluding transaction costs. Prepayments are initially recognised at the amount paid in advance for the economic resources expected to be received in the future. Transaction costs are recognised in the statement of financial activities as incurred.

(i) Provision for other liabilities and charges

Provisions for other liabilities and charges are recognised when the Society has a present legal or constructive obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated.

(j) Employee compensation

Defined contribution plans

Defined contribution plans are post-employment benefit plans under which the Society pays fixed contributions into separate entities such as the Central Provident Fund (“CPF”), on a mandatory, contractual or voluntary basis. The Society has no further payment obligations once the contributions have been paid. The Society’s contribution to defined contribution plans are recognised as employee compensation expense when they are due.

(k) Currency translation

Transactions denominated in a currency other than Singapore Dollar (“foreign currency”) are translated into Singapore Dollar using the exchange rates prevailing at the dates of the transactions.

(l) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits with financial institutions that are subject to an insignificant risk of change in value.

(m) Income tax

The Society is a charity registered under the Charities Act since 13 October 2005. Consequently, the income of the Society is exempted from tax under the provisions of Section 13 of the Income Tax Act, Cap. 134.

(n) Related parties

Related parties include all of the following:

- (i) A person or a close member of that person's family is related to a Society if that person:
- Has control or joint control over the Society;
 - Has significant influence over the Society; or
 - Is a governing board member, trustee or member of the key management personnel of the Society or of a parent of the Society;
- (ii) An entity is related to the Society if any of the following conditions applies:
- The entity and the Society are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others);
 - The entity is an associate or joint venture of the Society (or an associate or joint venture of a member of a group of which the Society is a member) and vice versa;
 - The entity and the Society are joint ventures of the same third party;
 - The entity is a joint venture of a third entity and the Society is an associate of the third entity and vice versa;
 - The entity is controlled or jointly controlled by a person identified in (m)(i); and;
 - A person identified in (m)(i) has significant influence over the entity or is a governing board member, trustee or member of the key management personnel of the entity (or of a parent of the entity).

3. Critical accounting estimates, assumptions and judgements

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

3.1 Key sources of estimation uncertainty in applying the Society's accounting policies

There were no key sources of estimation uncertainty at the reporting date that has a significant effect on the amounts of assets and liabilities within the next financial year.

3.2 Critical judgements in applying the Society's accounting policies

In the process of applying the entity's accounting policies, management had made the following judgement that have the most significant effect on the amounts recognised in the financial statements.

(a) Estimated useful lives of property, plant and equipment

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

(b) Impairment of property, plant and equipment

Impairment of property, plant and equipment the above assets are reviewed for impairment whenever there is an indication that these assets may be impaired. The management assesses whether there is any indication that an item of the above assets may be impaired. This assessment requires significant judgement.

If any such indication exists, the recoverable amount of the assets is estimated to ascertain the amount of impairment loss. The recoverable amount is defined as the higher of the fair value less cost to sell and value-in-use.

In determining the value-in-use of assets, the Society applies a discounted cash flow model where the future cash flows derived from such assets are discounted at an appropriate rate. Forecasts of future cash flow are estimated based on financial budgets and forecasts approved by the management.

4. Donations

	2018	2017
	\$	\$
Tax deductible donations	61,555	179,323
Non-tax-deductible donations	179,814	344,459
Donations in kind	2,800	4,470
	<u>244,169</u>	<u>528,252</u>

NEW HOPE COMMUNITY SERVICES
NOTES TO THE FINANCIAL STATEMENTS
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4. Donations (Continued)

	2018	2017
	\$	\$
The donations were allocated as follows:		
General Fund	145,386	142,709
Capital Expenditure Fund - Truck	-	50,000
Transitional Shelter for Families-In-Crisis Fund	6,112	175,356
Music Mentorship Programme Fund	-	120,000
Care and Share Fund - Activities Centre	-	40,005
Transitional Shelter for Men-In-Crisis Fund	-	182
Employment Services Fund	92,671	-
Singapore Jump Fest 2017 (to fund Capital Expenditure Fund – Life Skills Training & Retreat Centre)	-	1,382,806
Singapore Jump Fest 2018 (to fund Capital Expenditure Fund – Life Skills Training & Retreat Centre)	400,593	-
Life Skills Training & Retreat Centre Fund	40,644	-
Capital Expenditure Fund – Life Skills Training & Retreat Centre	480,814	248,569
	<u>1,166,220</u>	<u>2,159,627</u>
Less: Donation deferred	(922,051)	(1,631,375)
	<u>244,169</u>	<u>528,252</u>

During the financial year, the Society issued receipts for cash donations totalling \$1,036,127 (2017: \$1,980,742). Included in the amount is income deferred of \$922,051 (2017: \$1,631,375). The amount of donations deferred in prior year and recognised during the year amounted to \$127,295 (2017: \$174,654).

Non-tax deductible donations include \$Nil (2017: \$160,000) donations received from President's Challenge.

5. Staff costs

	2018	2017
	\$	\$
CPF and SDL	209,899	193,593
Development and training	23,997	37,869
Foreign worker levy and EP application fee	11,187	13,698
Miscellaneous benefits	5,282	7,091
Retreat	9,432	25,931
Staff dental benefits	1,370	1,784
Staff medical benefits	3,916	8,420
Staff salaries and bonuses	1,783,459	1,555,927
	<u>2,048,542</u>	<u>1,844,313</u>

NEW HOPE COMMUNITY SERVICES
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 December 2018

5. Staff costs (Continued)

	2018	2017
	\$	\$
<u>Transitional Shelter for Families-In-Crisis Fund</u>		
Expenditure of manpower:		
• Staff salaries, bonuses and allowances	761,254	816,897
• Staff CPF and SDL	99,163	109,998
• Staff benefits and other training costs	21,915	53,465
	<u>882,332</u>	<u>980,360</u>
<u>HOPE Scheme Programme Fund</u>		
Expenditure of manpower:		
• Staff salaries, bonuses and allowances	187,793	159,361
• Staff CPF and SDL	21,319	13,047
• Staff benefits and other training costs	4,328	8,440
	<u>213,440</u>	<u>180,848</u>
<u>Music Mentorship Programme Fund</u>		
Expenditure of manpower:		
• Staff salaries, bonuses and allowances	114,672	53,909
• Staff CPF and SDL	15,204	9,030
• Staff benefits and other training costs	1,076	690
	<u>130,952</u>	<u>63,629</u>

6. Cash and cash equivalents

	2018	2017
	\$	\$
Cash at banks	3,306,810	2,735,045
Cash on hand	8,094	4,194
Fixed deposits	3,012,361	2,947,539
	<u>6,327,265</u>	<u>5,686,778</u>

At the reporting date, the carrying amounts of cash and cash equivalents approximated their fair values.

Fixed deposits at the reporting date had maturity between 1 month to 6 months (2017: Between 1 month to 7 months) from that date and had an effective interest rate ranging from 0.4% to 1.4% (2017: 0.8% to 1.18%) per annum.

NEW HOPE COMMUNITY SERVICES
NOTES TO THE FINANCIAL STATEMENTS
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7. Receivables

	2018	2017
	\$	\$
Deposits	86,126	78,664
Prepayments	26,570	41,837
Accrued income	46,477	-
Grant receivables	-	307,663
Interest receivables	9,728	10,812
Paypal receivables	11,196	-
Trade receivables	4,490	7,106
	<u>184,587</u>	<u>446,082</u>

At the date of the statement of financial position, the carrying amounts of receivables approximated their fair value.

8. Inventories

	2018	2017
	\$	\$
Inventories held for sale		
- Finished goods	<u>18,995</u>	<u>76,111</u>

The cost of inventories recognised as an expense and included in “cost of trampolines sold” amounted to \$5,024 (2017: \$8,332).

During the year, inventory value amounting to \$51,819 (2017: \$61,936) was reclassified to property, plant and equipment for the purpose of rendering services.

NEW HOPE COMMUNITY SERVICES
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For the financial year ended 31 December 2018

9. Property, plant and equipment

	Computer and office equipment \$	Furniture and fittings \$	Motor vehicles \$	Renovation \$	Trampolines \$	Renovation work-in- progress	Total \$
Cost							
At 1 January 2017	237,918	127,913	85,421	856,252	-	-	1,307,504
Additions	16,653	12,106	113,800	31,171	61,936	-	235,666
Disposals	-	-	-	(9,060)	-	-	(9,060)
At 31 December 2017	254,571	140,019	199,221	878,363	61,936	-	1,534,110
Additions	13,289	1,000	-	45,315	51,819	460,804	572,227
Disposals	(748)	-	-	(7,765)	-	-	(8,513)
At 31 December 2018	267,112	141,019	199,221	915,913	113,755	460,804	2,097,824
Accumulated depreciation							
At 1 January 2017	148,945	73,880	85,421	530,020	-	-	838,266
Depreciation	55,458	24,429	9,483	185,807	1,720	-	276,897
Disposals	-	-	-	(9,060)	-	-	(9,060)
At 31 December 2017	204,403	98,309	94,904	706,767	1,720	-	1,106,103
Depreciation	39,417	25,717	37,933	146,385	20,645	-	270,097
Disposals	(360)	-	-	(3,882)	-	-	(4,242)
At 31 December 2018	243,460	124,026	132,837	849,270	22,365	-	1,371,958
Net book value							
At 31 December 2018	23,652	16,993	66,384	66,643	91,390	460,804	725,866
At 31 December 2017	50,168	41,710	104,317	171,596	60,216	-	428,007

NEW HOPE COMMUNITY SERVICES
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10. Payables and deferred income

	2018	2017
	\$	\$
Other payables	129,706	82,492
Accruals	271,827	232,251
Deferred income	2,501,515	1,631,735
Deposits received	1,200	5,165
YMCA Welfare Fund	500	500
STSPMF Fund	32,640	-
	<u>2,937,388</u>	<u>1,952,143</u>

Donation and grants that are received in advance for expenditure that must take place in a future financial period are accounted as deferred income and recognised as a liability until the financial period in which the donation and grants are expended.

At the reporting date, the carrying amounts of payables approximated their fair values.

11. General Fund

The General Fund is for meeting operating expenses incurred by the Society.

12. Jumping Singapore Fund

The Jumping Singapore Fund consist of net proceeds of the social enterprise which go directly and totally towards the funding of social programs undertaken by the Society. The programme was initially funded by Care and Share Matching Grant and during the year and the incomes and expenditures were included under the Care and Share Fund in prior year. During the year, the society transferred \$205,993 from Care and Share Fund to Jumping Singapore Fund because of the circumstances in which the income was originally received and the way in which they have subsequently been utilised.

13. HOPE Scheme Programme Fund

The Home Ownership Plus Education (HOPE) Scheme offers comprehensive assistance to young low-income families and their children to help them break out of the poverty cycle. The HOPE Outreach Programme aims to pilot a range of targeted outreach strategies to promote HOPE to eligible families.

14. Building Fund

The Building Fund is established by the Management Committee in accordance to Paragraph 3.2 (iii) of the Society's Constitution, which is to purchase property for use as centres or homes in furtherance of the objects of the Society.

15. Capital Expenditure Fund

The Capital Expenditure Fund comprised the donations from donor to purchase plant and equipment and government grants used to purchase plant and equipment. The depreciation expenses of such plant and equipment are taken to this reserve over the useful lives of the plant and equipment.

During the year, the Society transferred the amount of \$245,871 from Care and Share Fund to the Capital Expenditure Fund to reflect the utilisation of Care and Share Matching Grant to purchase plant and equipment for the purpose of furtherance of the Society's objective.

16. Transitional Shelter for Men-In-Crisis Fund

The Transitional Shelter for Men-In-Crisis has been in operation since 2003. On 1 April 2004, it was formally set up as an extension arm of the Society to reach out to the less fortunate, particularly the homeless and men in crisis. It also reaches out to destitute ex-offenders and recovered drug abusers who have no place to turn to upon their release from Prisons or Drug Rehabilitation Centres (DRCs). The programme is co-funded by Singapore Corporation of Rehabilitative Enterprises (SCORE). During the year, the programme deficit of \$149,468 is financed by the General Fund.

17. Transitional Shelter for Families-In-Crisis Fund

The Shelter for Families, a project initiated by the then Ministry of Community, Youth and Sports (MCYS), now known as Ministry of Social and Family Development (MSF). This project aims to provide temporary accommodation for families and individuals in crisis. As part of the agreed service model, the Society utilise social work intervention for both families and individuals through Intensive Case Management comprising of the following: Resource coordination and linkage; Lifeskills training; Counselling; Mediation sessions; Employment assistance - Career Coaching, Job matching and Placement; Referrals to financial assistance and relevant community agencies; Befriending and mentoring by volunteers and Support Group.

18. Character Building Fund

The Character Building Fund is about an education programme, which cultivates good habits and character traits into the children.

19. Care and Share Fund

The Care and Share Fund is a matching grant of one dollar for every donation raised by the Society and shall be used for new programme, capability and capacity building. During the year, the fund has been transferred to Jumping Singapore Fund (\$205,993), Capital Expenditure Fund (\$245,871) and Transitional Shelter for Families-In-Crisis (\$78,630) to reflect the utilisation of the matching grant for the programme and capacity building.

20. Life Skill Training and Retreat Centre Fund

The purpose of the Fund is to finance the cost of operating the premise located at 10 La Salle Street which is also known as the Life Skill Training and Retreat Centre. Services and programme for engagement with the client, life skills training and activities are proposed to be conducted at the premise. As at year end date, the Fund represents operating costs of the premise.

21. Music Mentorship Programme Fund

The Fund represents funding for the programme to use music as a powerful means to connect and inspire children and youths with hope, confidence, self-esteem and creativity.

22. Employment Services Fund

The Fund represents funding for Singapore Business Federation Foundation (SBFF) Job Support and Retention Programme based on a 7-stage job support framework which includes career coaching, counselling and case management to prepare them to enter the workforce and enable them to stay on the job.

23. Related party transactions

(a) Significant transactions with related parties

There were no significant related party transactions during the year financial year (2017: \$Nil).

(b) The remuneration of key management personnel during the financial year was as follows:

	2018	2017
	\$	\$
Salaries and other short-term employee benefits	369,702	341,732
Post-employment benefits – contributions to CPF	37,889	43,035
	<u>407,591</u>	<u>384,767</u>
No. of executives of the Society in remuneration bands:		
Between \$50,000 and \$100,000	1	1
Between \$100,001 and \$150,000	<u>2</u>	<u>2</u>

The three key management personnel who are also the highest paid staff of the Society include the Chief Executive Officer, Chief Operating Officer and Centre Manager HQ.

During the current and previous financial year, none of the members of the Management Committee received any remuneration from the Society.

24. Commitments

(a) Capital commitment

Renovations were contracted for at the statement of financial position date but not recognised in the financial statements is as follows: -

	2018	2017
	\$	\$
Property, plant and equipment		
– Renovation work-in-progress contracted for	4,256,448	-
Less: Amount paid up to year end date	(460,804)	
	<u>3,795,644</u>	<u>-</u>

(b) Operating lease commitments – where the Society is a lessee

The Society leases office premises under non-cancellable operating lease agreement from non-related party. The lease has varying terms, escalation clauses and renewal rights.

	2018	2017
	\$	\$
Not later than one year	307,362	290,268
Later than one year but not later than five years	211,941	413,170
	<u>519,303</u>	<u>703,438</u>

25. Financial risk management

The Society's activities expose it to minimal financial risks and overall risk management is determined and carried out by the Management Committee of the Society on an informal basis -

(a) Currency risk

The Society is not exposed to foreign exchange risk as most of its transactions are in Singapore dollars.

26. Financial risk management (Continued)

(b) Interest rate risk

The Society is exposed to interest rate risk through the impact of rate changes on interest bearing assets and liabilities. The interest bearing assets comprise bank balances and fixed deposits which are short-term in nature. Any short-term fluctuation in interest rates will not significantly affect the Society. No sensitivity analysis is prepared as the Society does not expect any material effect on the Society's profit or loss arising from the effects of reasonably possible changes in interest rates on interest-bearing financial instruments at the end of the reporting period.

(c) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Society. The major classes of financial assets of the Society are bank deposits. For other financial assets, the Society adopts the policy of dealing only with high credit quality counterparties.

(d) Liquidity risk

Liquidity risk is the risk that the Society will encounter difficulty in meeting its financial obligations due to shortage of funds. The Society exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets or liabilities.

Management monitors and ensures that the Society maintains a level of cash and cash equivalents deemed adequate to finance the Society's operations.

The table below summarizes the maturity profile of the Society's financial assets and liabilities at the end of the reporting period based on the contractual undiscounted repayment obligations:

	Within one year	Later than one year but not later than five years	Total
	\$	\$	\$
2018			
Financial assets			
Cash and cash equivalents	6,327,265	-	6,327,265
Receivables (excluding prepayments)	158,016	-	158,016
	<hr/>	<hr/>	<hr/>
Financial liability			
Payables	435,873	-	435,873
	<hr/>	<hr/>	<hr/>
Net financial assets	6,049,408	-	6,049,408

26. Financial risk management (Continued)

(d) Liquidity risk (Continued)

	Within one year	Later than one year but not later than five years	Total
	\$	\$	\$
2017			
Financial assets			
Cash and cash equivalents	5,686,778	-	5,686,778
Receivables (excluding prepayments)	404,245	-	404,245
	<u>6,091,023</u>	<u>-</u>	<u>6,091,023</u>
Financial liability			
Payables	(320,408)	-	(320,408)
	<u>5,770,615</u>	<u>-</u>	<u>5,770,615</u>

27. Allocation of support costs

In accordance with the Charities Accounting Standard, support costs such as management, office costs, finance, information technology and governance costs are apportioned to the relevant programmes they support so as to reflect the true costs of the programmes. The allocation is based on per capita basis i.e. programme staff headcount:

	2018	2017
	\$	\$
Jumping Singapore Fund	28,489	-
HOPE Scheme Programme Fund	88,374	48,711
Transitional Shelter for Men-In-Crisis Fund	62,792	31,222
Transitional Shelter for Families and Individuals Fund	309,892	276,031
Care and Share Fund	-	66,237
Music Mentorship Programme Fund	48,839	48,711
Employment Services Fund	43,024	15,632
	<u>581,410</u>	<u>486,544</u>

28. Reserve position and policy

The Society's reserve position (excluding non-current assets) is as follows:

	2018	2017	Increase/ (decrease)
	\$'000	\$'000	%
A Unrestricted Funds	2,928	2,806	4.3
B Restricted Funds	1,391	1,878	(25.9)
C Endowment Funds	N/A	N/A	N/A
D Total Funds	4,319	4,684	(7.8)
E Total Annual Operating Expenditure	3,326	2,978	11.7
F Ratio of Funds to Annual Operating Expenditure (A/E)	0.77	0.94	N/A

Reference:

- C. Endowment Fund consists of assets, funds or properties, which are held in perpetuity, which produce annual income flow for a foundation to spend as grants.
- D. Total Funds include Unrestricted, Designated, Endowment and Restricted Funds.
- E. Total Annual Operating Expenditure includes expenses related to Cost of Charitable Activities and Governance and Other Operating and Administration expenses.

The Society's reserve policy is as follows:

The maximum operating reserves for Society shall be three (3) years of the amount of the annual operating expenditure.

29. Fund management policy

The primary objective of the Society is to ensure it maintains sufficient cash in order to support its activities. Its approach to fund management is to balance the allocation of cash and the incurrence of debt. Available cash is deployed primarily to cover operational requirements.

30. Loan

During the current and previous financial year, there was no loan made to any employees, management, Board members, any related parties or third party.

31. Sponsorship to other charities

The Society did not receive or provide any sponsorship from or to any charities during the current and previous financial year.

32. Authorisation of financial statements

These financial statements were authorised for issue in accordance with a resolution of the Management Committee on 17 April 2019.