

# Financial Statements

The Australian Association of Mathematics Teachers Inc

ABN 76 515 756 909

For the year ended 31 January 2020

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# Committee's Report

## The Australian Association of Mathematics Teachers Inc For the year ended 31 January 2020

### Committee's Report

Your committee members submit the financial report of The Australian Association of Mathematics Teachers Inc for the financial year ended 31 January 2020.

### Committee Members

The names of committee members throughout the year and at the date of this report are:

Committee Member	Position	Date Started
Jurek Paradowski	President	2016
Rom Cirillo	Treasurer	2016
Lauren Beams	President-elect	May 2015
Duncan Rayner	CEO (ex-officio)	July 2018
Brett Stephenson	Tasmania	September 2019
Chicri Maksoud	Queensland	2016
Guy Glover	Northern Territory	April 2019
Michael O'Connor	Victoria	June 2019
Paul Kruger	ACT	March 2019
Rebecca Garrett	South Australia	April 2019
Paula McMahon	Western Australia	2016
Maria Quigley	New South Wales	April 2018

### Meetings of Committee Members

During the financial year, a number of committee meetings were held. Attendances at each of the committee meetings during the year were as follows:

Date	Meeting	Attendees
March 15, 2019	Council meeting	12
April 27, 2019	Council meeting	11
April 27, 2019	AGM	11
July 13, 2019	Council meeting	10
October 2, 2019	Council meeting	12
December 7, 2019	Council meeting	10

### Principal Activities

The principal activities of AAMT consist of:

- Organising continuous professional development workshops for teachers of mathematics
- Biennial national conference
- Providing mathematics teaching resources including Maths 300 (a subscription-based platform)
- Undertaking collaborative projects and research with universities and other organisations in relation to mathematics education
- Providing advice, policy recommendations and reports
- Organising teacher exchange programs
- Communicating with AAMT members and keeping the mathematics education community informed with topical information

### Significant Changes

The only significant change for AAMT during the 2019-2020 financial year is the receipt of bequest funds from the Estate of Leon Poladian.

Leon Poladian was Director of the National Mathematics Summer School (NMSS). He sadly passed away in February 2018. Leon left his estate to AAMT to invest in the NMSS.

During the course of 2019-2020 financial year AAMT received an additional \$900,000 cash and a property in Sydney from the Estate. The total value of the received funds at the end of the financial year were \$1,900,000 and property valued at \$1,275,000. AAMT has invested the funds with the financial services company Perpetual and has rented the property. These investments are expected to generate returns that will provide an ongoing revenue stream to support the NMSS. An additional amount of \$875,000 is to be received from the Estate in March 2020.

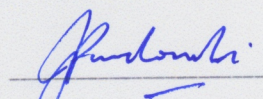
### Operating Result

The surplus after providing for adjustments for the financial year amounted to, as per below: \$67,624

### Going Concern

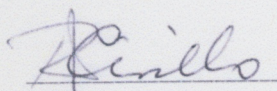
This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the association to continue to operate as a going concern is dependent upon the ability of the association to generate sufficient cashflows from operations to meet its liabilities. The members of the association believe that the going concern assumption is appropriate.

Signed in accordance with a resolution of the Members of the Committee on:



Jurek Paradowski (President)

Date 12/5/2020



Rom Cirillo (Treasurer)

Date 12/05/2020

# Income and Expenditure Statement

## The Australian Association of Mathematics Teachers Inc For the year ended 31 January 2020

	NOTES	2020	2019
<b>Income</b>			
Membership Fees		120,218	122,032
Gross Profit on Sale of Products & Publications	11	273,504	304,727
AAMT Projects Contracts	12	53,536	211,191
AAMT Conference	13	263,033	98,259
Interest Received		5,801	5,040
Net Bequeath Income	17	2,221,621	1,001,516
Sundry Income	14	20,968	76,043
<b>Total Income</b>		<b>2,958,681</b>	<b>1,818,808</b>
<b>Expenditure</b>			
AAMT Conference	13	105,401	41,424
Auditor Remuneration		3,900	3,700
Depreciation & Write-offs		11,006	6,509
Salaries & Superannuation	15	413,497	668,610
Postage, Printing, Photocopying & Stationery		4,963	38,716
Travel & Meeting Expenses		26,301	52,604
Consultancy Fees		20,940	49,735
Telephone, Fax & E-mail		13,264	4,986
Rent		33,207	36,273
Sundry Expenses	16	36,958	39,146
<b>Total Expenditure</b>		<b>669,436</b>	<b>941,702</b>
<b>Current Year Surplus/ (Deficit) Before Adjustments</b>		<b>2,289,245</b>	<b>877,106</b>
<b>Adjustments</b>			
Less Transfer to Reserves		2,221,621	1,001,516
<b>Net Surplus/(Deficit) For The Year</b>		<b>67,624</b>	<b>(124,410)</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

# Assets and Liabilities Statement

## The Australian Association of Mathematics Teachers Inc As at 31 January 2020

	NOTES	31 JAN 2020	31 JAN 2019
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	2	497,398	1,380,339
Trade and Other Receivables		30,421	45,064
Inventories	4	19,969	25,812
Prepayments		113	413
<b>Total Current Assets</b>		<b>547,901</b>	<b>1,451,627</b>
<b>Non-Current Assets</b>			
Maths 300		220,000	220,000
Financial Assets	10	1,926,603	-
Land and Buildings	10	1,275,000	-
<b>Plant and Equipment and Vehicles</b>			
Computer Equipment	5	7,330	46,427
Depreciation Computer Equip.		(3,148)	(37,094)
Office Furniture & Equipment		-	28,098
Depreciation Furniture & Equip		-	(22,243)
<b>Total Plant and Equipment and Vehicles</b>		<b>4,182</b>	<b>15,189</b>
<b>Total Non-Current Assets</b>		<b>3,425,785</b>	<b>235,189</b>
<b>Total Assets</b>		<b>3,973,687</b>	<b>1,686,816</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables	6	43,596	42,218
Provision for Long Service Leave	7	18,583	41,413
Taxation	8	361	4,766
Unexpensed Project Advance	9	63,637	40,154
<b>Total Current Liabilities</b>		<b>126,176</b>	<b>128,551</b>
<b>Total Liabilities</b>		<b>126,176</b>	<b>128,551</b>
<b>Net Assets</b>		<b>3,847,511</b>	<b>1,558,265</b>
<b>Member's Funds</b>			
Accumulated Surplus		624,373	556,749
Bequeath Reserves		3,223,138	1,001,516
<b>Total Member's Funds</b>		<b>3,847,511</b>	<b>1,558,265</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

# Notes to the Financial Statements

## The Australian Association of Mathematics Teachers Inc For the year ended 31 January 2020

### 1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 1985 of South Australia. The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

#### Basis of Preparation

The Committee has prepared the financial statements on the basis that the Association is a non-reporting entity because there are no users who are dependent on its general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the financial reporting requirements of the Australian Charities and Not-for-Profit Commission Act 2012, Associations Incorporation Act 1985 (SA) and the Associations Constitution. The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board ("AASB") applicable to not-for-profit entities and the disclosure requirements below:

*AASB 15: Revenue from Contracts with Customers*  
*AASB 107: Statement of Cash Flows*  
*AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors*  
*AASB 1048: Interpretation of Standards*  
*AASB 1054: Australian Additional Disclosures*  
*AASB 1058: Income for Not-for-Profit Entities*

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below in Note 2 through Note 10 and have been rounded to the nearest dollar

### 2. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

### 3. Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

All revenue is stated net of the amount of goods and services tax.

AASB 15 applies to transactions where there is an enforceable contract with a customer with sufficiently specific performance obligations. In this instance, income needs to be recognised as the performance obligations are satisfied. AAMT Projects Contracts income has been identified as potentially having to apply this standard as such we have elected to adopt the partial retrospective application of this standard. As the association has historically treated such income in the same manner as required by this standard, there is no historical adjustment required under this application.

AASB 1058 applies to transactions where the consideration to acquire an asset is significantly less than the fair value of the asset principally to enable the entity to further its objectives, and the receipt of volunteer services. Upon review of transactions relating to the acquisition of an asset for this year, we have not identified any transactions (excluding the receipt of bequest income as per note 17) where the acquisition of an asset is significantly less than its fair value. In accordance with the requirements of this standard, we are not able to reliably measure the value of volunteer services. Therefore, these values have not been included for the purpose of this financial report. We have elected to adopt the partial retrospective application of this standard. Upon review, there is no historical adjustment required under this application.

#### **4. Inventories**

Inventories are recognised at the lower of cost and net realisable value

#### **5. Plant and Equipment and Vehicles**

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all assets are depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

#### **6. Trade and Other Payables**

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

#### **7. Employee Benefits**

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

#### **8. Taxation**

No provision for Income Tax is made against any surplus of income over expenditure as the Association is exempt from income tax under Section 50-5 of the Income Tax Assessment Act 1997 (previously Section 23(e) of the old ITAA 1936). The liability for Goods and Services Tax (GST) has been separated from amounts listed in Creditors for this year. In previous years, the liability for GST has been reported within creditors.

#### **9. Unexpensed Project Advance**

Unexpensed project advance relates to the income received in advance for various projects. This amount is based on the services performed to date as a percentage of total services to be performed. This treatment is consistent with generally accepted accounting principles and the respective Australian Accounting Standard.

## 10. Financial Assets

Investments in financial assets, including Land & Buildings, are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

	2020	2019
<b>11. Gross Profit from Trading</b>		
Sales Revenue from Products and Publications	393,999	443,358
Less: Cost of Goods Sold	(120,495)	(138,632)
<b>Total Gross Profit from Trading</b>	<b>273,504</b>	<b>304,727</b>

## 12. AAMT Project Contracts

AAMT project contracts include the AMSPP project (made up of 5 sub-projects), Mathematics by Inquiry and Growing Mathematically. This figure is the net of total project income less expenditure other than salaries, and project income received in advance.

## 13. AAMT Conference

These figures are the total of the conference income and expenditure on all items except salaries.

## 14. Sundry Income

Sundry Income includes income from projects through Internal Charging that covers costs incurred by AAMT for those projects including a proportion of general office expenses such as general administration salaries, rent, utilities, communications, etc.

## 15. Salaries and Superannuation

Salaries and Superannuation has been shown as a total expenditure to the association for this year. This is a departure from previous treatment of this expense where Salary and Superannuation expenses were allocated to project income where the expense directly related to specific projects.

## 16. Sundry Expenditure

Sundry Expenses includes items such as computer software/consumables, insurance, repairs and maintenance, bank fees and office amenities.

	2020	2019
<b>Sundry Expenditure</b>		
Accounting Fees	1,200	1,200
Awards & Donations	6,610	1,379
Computer Hardware & Software	3,148	9,288
Insurance	5,835	5,709
Miscellaneous	16,505	5,459
Recruitment expenses	285	280
Staff Training	-	7,922
Workcover	3,375	7,908
<b>Total Sundry Expenditure</b>	<b>36,958</b>	<b>39,146</b>

## 17. Bequeaths

The association has received further funds from the Estate of Leon Poladian which included \$900,000 cash and a property in Sydney, NSW, valued at \$1,275,000 and a further \$875,000 cash is to be received in March 2020. It was resolved by the AAMT

Council to invest the total cash received in a managed fund and to keep the property for the net rental income. The net income of the property and the managed investment will be used to support the National Mathematics Summer School.

	2020	2019
<b>Net Bequeath Income</b>		
Property received from Estate of Leon Poladian	1,275,000	-
Cash received from Estate of Leon Poladian	900,000	100,000
Net Income on bequeath capital	46,621	1,516
<b>Total Net Bequeath Income</b>	<b>2,221,621</b>	<b>101,516</b>

# Movements in Equity

## The Australian Association of Mathematics Teachers Inc For the year ended 31 January 2020

	2020	2019
<b>Equity</b>		
<b>Accumulated Surplus</b>		
Opening Balance	556,749	681,160
<b>Increases</b>		
Profit for the Period	67,624	(124,410)
<b>Total Increases</b>	<b>67,624</b>	<b>(124,410)</b>
<b>Total Accumulated Surplus</b>	<b>624,373</b>	<b>556,749</b>
<b>Bequeath Reserves</b>		
Opening Balance	1,001,516	-
<b>Increases</b>		
Estate for Leon Poladian	2,221,621	1,001,516
<b>Total Increases</b>	<b>2,221,621</b>	<b>1,001,516</b>
<b>Total Bequeath Reserves</b>	<b>3,223,138</b>	<b>1,001,516</b>
<b>Total Equity</b>	<b>3,847,511</b>	<b>1,558,265</b>

# Statement of Cash Flows

## The Australian Association of Mathematics Teachers Inc For the year ended 31 January 2020

2020

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### Cash Flow from Operations

Cash Receipts From Operating Activities	1,067,402
Cash Payments From Operating Activities	(967,293)
Net Bequeath Income	(985,897)

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<b>Net Cash Flows</b>	<b>(885,788)</b>
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### Cash and Cash Equivalents

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Cash and cash equivalents at beginning of period	1,379,849
Cash and cash equivalents at end of period	494,061
<b>Net change in cash for period</b>	<b>(885,788)</b>

## True and Fair Position

### The Australian Association of Mathematics Teachers Inc For the year ended 31 January 2020

#### Annual Statements Give True and Fair View of Financial Position and Performance of the Association

We, Jurek Paradowski, and Rom Cirillo, being members of the committee of The Australian Association of Mathematics Teachers Inc, certify that –

The statements attached to this certificate give a true and fair view of the financial position and performance of The Australian Association of Mathematics Teachers Inc during and at the end of the financial year of the association ending on 31 January 2020.

Signed: *Jurek Paradowski* (President)  
Dated: 12 / 05 / 2020

Signed: *Rom Cirillo* (Treasurer)  
Dated: 12 / 05 / 2020

# Auditor's Report

## The Australian Association of Mathematics Teachers Inc For the year ended 31 January 2020

### Independent Auditors Report to the members of the Association

We have audited the accompanying financial report, being a special purpose financial report, of The Australian Association of Mathematics Teachers Inc (the association), which comprises the committee's report, the assets and liabilities statement as at 31 January 2020, the income and expenditure statement for the year then ended, cash flow statement, notes comprising a summary of significant accounting policies and other explanatory information, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

### Committee's Responsibility for the Financial Report

The committee of The Australian Association of Mathematics Teachers Inc is responsible for the preparation and fair presentation of the financial report, and has determined that the basis of preparation described in Note 1 through Note 10 is appropriate to meet the requirements of the *Australian Charities and Not-for-Profits Commission Act 2012* and the *Associations Incorporation Act 1985 (SA)* and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility and Basis for Opinion

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement. We are independent of the Australian Association of Mathematics Teachers Inc in accordance with ethical requirements of the Accounting Professional and Ethical Standards Boards's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation and fair presentation of the financial report, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 through Note 10 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist The Australian Association of Mathematics Teachers Inc to meet the requirements of Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012* and the *Associations Incorporation Act 1985 (SA)*. As a result, the financial report may not be suitable for another purpose.

## Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of The Australian Association of Mathematics Teachers Inc as at 31 January 2020 and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 through Note 10 to the financial statements, and the requirements of the Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012* and the *Associations Incorporation Act 1985 (SA)*.



**Nathan Carger CA**

Griffin O'Dea Bowler

389-391 Goodwood Road, Westbourne Park SA 5041

Dated: 7 / 4 / 2020