STATUTORY BOARD FINANCIAL REPORTING STANDARD GUIDANCE NOTE 1

Accounting and Disclosure for Funds, Grants, Contributions to Consolidated Funds, Accumulated Surplus and Reserves

Illustrative Examples

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SB-FRS GUIDANCE NOTE 1
ACCOUNTING AND DISCLOSURE FOR FUNDS, GRANTS, CONTRIBUTIONS TO CONSOLIDATED FUNDS, ACCUMULATED SURPLUS AND RESERVES

ILLUSTRATIVE EXAMPLES

Illustrative Examples

These examples accompany, but are not part of, SB-FRS Guidance Note 1. They illustrate aspects of SB-FRS Guidance Note 1 but are not intended to provide interpretative guidance.

A Restricted Funds Separately Presented and Disclosed

IE1. Example 1 illustrates the presentation of Restricted Fund A and Restricted Fund B in the Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, and Notes to the Accounts. Restricted Fund A and Restricted Fund B are different in nature.

IE2. Statutory Board A received government grants for the purchase of some property, plant and equipment and certain operating expenses. The Government also provided funding for the bond interest payments on bonds issued by Statutory Board A.

IE3. For the financial year ended 31 March 2028, the total comprehensive income of the General Fund, Restricted Fund A and Restricted Fund B for Statutory Board A is $361,100, $36,300 and $19,500 (2027: $323,400, $33,100 and $18,400) respectively. As at 31 March 2028, the net assets of Statutory Board A are $853,900 (2027: $437,000).

Statement of Profit or Loss and Other Comprehensive Income
For the financial year ended 31 March 2028

	General Fund		Restricted Fund A		Restricted Fund B		Total	
	2028	2027	**2028**	2027	**2028**	2027	**2028**	2027
	$	$	**$**	$	**$**	$	**$**	$
Revenue	**534,000**	475,100	**42,000**	39,000	**18,000**	21,000	**594,000**	535,100
Other operating income	**5,500**	800	**800**	500	**7,000**	2,000	**13,300**	3,300
Maintenance expenses	**(5,000)**	(4,000)	**(1,000)**	(1,000)	**(2,000)**	(3,000)	**(8,000)**	(8,000)
Salaries, wages and staff benefits	**(164,000)**	(153,000)	**(8,000)**	(8,000)	**(5,000)**	(4,000)	**(177,000)**	(165,000)
Depreciation and amortisation expenses	**(10,000)**	(9,000)	**(1,000)**	(800)	**(1,000)**	(900)	**(12,000)**	(10,700)
Other operating expenses	**(9,700)**	(6,000)	**(100)**	(300)	**(1,700)**	(1,000)	**(11,500)**	(7,300)
Operating surplus before government grants	**350,800**	303,900	**32,700**	29,400	**15,300**	14,100	**398,800**	347,400
Government grants:								
Operating grants	**48,000**	48,000	**7,000**	7,000	**5,000**	5,000	**60,000**	60,000
Deferred capital grants	**7,800**	6,700	**600**	400	**700**	600	**9,100**	7,700
Operating surplus after government grants	**406,600**	358,600	**40,300**	36,800	**21,000**	19,700	**467,900**	415,100
Share of profit of associates and joint ventures	**500**	400	**-**	-	**-**	-	**500**	400
Surplus before financing and contribution to Consolidated Fund	**407,100**	359,000	**40,300**	36,800	**21,000**	19,700	**468,400**	415,500
Bond interest grants	**3,000**	3,000	**500**	500	**500**	500	**4,000**	4,000
Interest expenses on bonds	**(3,000)**	(3,000)	**(500)**	(500)	**(500)**	(500)	**(4,000)**	(4,000)
Interest expenses on lease liabilities	**(200)**	(200)	**-**	-	**-**	-	**(200)**	(200)
Interest expenses on pension liabilities	**(100)**	(100)	**-**	-	**-**	-	**(100)**	(100)
Surplus before contribution to Consolidated Fund	**406,800**	358,700	**40,300**	36,800	**21,000**	19,700	**468,100**	415,200
Contribution to Consolidated Fund	**(50,000)**	(40,000)	**(4,000)**	(3,700)	**(1,500)**	(1,300)	**(55,500)**	(45,000)
Net surplus for the financial year	**356,800**	318,700	**36,300**	33,100	**19,500**	18,400	**412,600**	370,200
Other comprehensive income	**4,300**	4,700	**-**	-	**-**	-	**4,300**	4,700
Total comprehensive income	**361,100**	323,400	**36,300**	33,100	**19,500**	18,400	**416,900**	374,900

Statement of Financial Position

As at 31 March 2028

	Note	**2028** **$**	2027 $
ASSETS			
Current assets			
Cash		**556,800**	213,200
Trade and other receivables		**23,400**	18,900
Total current assets		**580,200**	232,100
Non-current assets			
Property, plant and equipment		**355,800**	296,000
Investment in joint venture		**9,000**	7,000
Investment in associate		**6,500**	6,000
Other non-current assets		**105,300**	97,900
Total non-current assets		**476,600**	406,900
Total assets		**1,056,800**	639,000
LIABILITIES			
Current liabilities			
Trade and other payables		**1,000**	3,600
Borrowings		**8,000**	8,000
Grants received in advance		**69,300**	70,000
Contribution to Consolidated Fund		**58,100**	45,000
Total current liabilities		**136,400**	126,600
Non-current liabilities			
Trade and other payables		**2,500**	3,400
Borrowings		**64,000**	72,000
Total non-current liabilities		**66,500**	75,400
Total liabilities		**202,900**	202,000
NET ASSETS		**853,900**	437,000
EQUITY			
Capital Account		**10,000**	10,000
Share capital		**25,000**	25,000
Accumulated surplus / (deficit)			
- General fund		**708,300**	347,200
- Restricted fund A	**13**	**70,400**	34,100
- Restricted fund B	**14**	**40,200**	20,700
Total equity		**853,900**	437,000

Trust Fund A			
- Net assets		**133,000**	158,000

Statement of Changes in Equity
For the financial year ended 31 March 2028

	Capital account $	**Share capital** $	**General Fund** $	**Restricted fund A** $	**Restricted fund B** $	**Total equity** $
At 1 Apr 2026	10,000	25,000	23,800	1,000	2,300	62,100
Total comprehensive income for the year						
Net surplus for the financial year	-	-	318,700	33,100	18,400	370,200
Other comprehensive income	-	-	4,700	-	-	4,700
Total comprehensive income for the year	-	-	323,400	33,100	18,400	374,900
At 31 Mar 2027	**10,000**	**25,000**	**347,200**	**34,100**	**20,700**	**437,000**
At 1 Apr 2027	10,000	25,000	347,200	34,100	20,700	437,000
Total comprehensive income for the year						
Net surplus for the financial year	-	-	356,800	36,300	19,500	412,600
Other comprehensive income	-	-	4,300	-	-	4,300
Total comprehensive income for the year	-	-	361,100	36,300	19,500	416,900
At 31 Mar 2028	**10,000**	**25,000**	**708,300**	**70,400**	**40,200**	**853,900**

Notes to the financial statements
For the financial year ended 31 March 2028

13. **Restricted Fund A**

(To include a brief write-up on Restricted Fund A as required by the Guidance Note)

The fund is accounted for as follows:

	2028 **$**	2027 $
Net surplus / (deficit) for the year	**36,300**	33,100
Accumulated surplus / (deficit) brought forward	**34,100**	1,000
Accumulated surplus / (deficit) carried forward	**70,400**	34,100
Represented by:		
Property, Plant and Equipment	**14,000**	7,350
Cash	**55,000**	26,300
Trade and other receivables	**3,500**	1,300
Trade and other payables	**(2,100)**	(850)
	70,400	34,100

14. **Restricted Fund B**

(To include a brief write-up on Restricted Fund B as required by the Guidance Note)

The fund is accounted for as follows:

	2028	2027
	$	$
Net surplus / (deficit) for the year	**19,500**	18,400
Accumulated surplus / (deficit) brought forward	**20,700**	2,300
Accumulated surplus / (deficit) carried forward	**40,200**	20,700
Represented by:		
Property, Plant and Equipment	**7,400**	5,340
Cash	**29,500**	16,000
Trade and other receivables	**4,200**	3,100
Trade and other payables	**(900)**	(3,740)
	40,200	20,700

B Restricted Funds Combined and Disclosed as Single Group

IE4. Example 2 illustrates the presentation of a single class / group of restricted fund in the Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, and Notes to the Accounts.

IE5. Restricted Fund A and Restricted Fund B are similar in nature. Statutory Board A assessed that Restricted Fund A and Restricted Fund B can be combined together, and disclosed as a single group of funds in the notes to the financial statements.

IE6. Statutory Board A received government grants for the purchase of some property, plant and equipment and certain operating expenses. The Government also provided funding for the bond interest payments on bonds issued by Statutory Board A.

IE7. For the financial year ended 31 March 2028, the total comprehensive income of the General Fund, Restricted Fund A and Restricted Fund B for Statutory Board A is $361,100, $36,300 and $19,500 (2027: $323,400, $33,100 and $18,400) respectively.

IE8. As at 31 March 2028, the net assets of Statutory Board A are $853,900 (2027: $437,000). The accumulated surplus of Restricted Fund A and Restricted Fund B are $70,400 and $40,200 (2027: $34,100 and $20,700) respectively.

Statement of Profit or Loss and Other Comprehensive Income

For the financial year ended 31 March 2028

	General Fund		Restricted Fund		Total	
	2028	2027	**2028**	2027	**2028**	2027
	$	$	**$**	$	**$**	$
Revenue	**534,000**	475,100	**60,000**	60,000	**594,000**	535,100
Other operating income	**5,500**	800	**7,800**	2,500	**13,300**	3,300
Maintenance expenses	**(5,000)**	(4,000)	**(3,000)**	(4,000)	**(8,000)**	(8,000)
Salaries, wages and staff benefits	**(164,000)**	(153,000)	**(13,000)**	(12,000)	**(177,000)**	(165,000)
Depreciation and amortisation expenses	**(10,000)**	(9,000)	**(2,000)**	(1,700)	**(12,000)**	(10,700)
Other operating expenses	**(9,700)**	(6,000)	**(1,800)**	(1,300)	**(11,500)**	(7,300)
(Operating surplus before government grants	**350,800**	303,900	**48,000**	43,500	**398,800**	347,400
Government grants:						
Operating grants	**48,000**	48,000	**12,000**	12,000	**60,000**	60,000
Deferred capital grants	**7,800**	6,700	**1,300**	1,000	**9,100**	7,700
Operating surplus after government grants	**406,600**	358,600	**61,300**	56,500	**467,900**	415,100
Share of profit of associates and joint ventures	**500**	400	**-**	-	**500**	400
Surplus before financing and contribution to Consolidated Fund	**407,100**	359,000	**61,300**	56,500	**468,400**	415,500
Bond interest grants	**3,000**	3,000	**1,000**	1,000	**4,000**	4,000
Interest expenses on bonds	**(3,000)**	(3,000)	**(1,000)**	(1,000)	**(4,000)**	(4,000)
Interest expenses on lease liabilities	**(200)**	(200)	**-**	-	**(200)**	(200)
Interest expenses on pension liabilities	**(100)**	(100)	**-**	-	**(100)**	(100)
Surplus before contribution to Consolidated Fund	**406,800**	358,700	**61,300**	56,500	**468,100**	415,200
Contribution to Consolidated Fund	**(50,000)**	(40,000)	**(5,500)**	(5,000)	**(55,500)**	(45,000)
Net surplus for the financial year	**356,800**	318,700	**55,800**	51,500	**412,600**	370,200
Other comprehensive income	**4,300**	4,700	**-**	-	**4,300**	4,700
Total comprehensive income	**361,100**	323,400	**55,800**	51,500	**416,900**	374,900

Statement of Financial Position
As at 31 March 2028

	Note	2028 $	2027 $
ASSETS			
Current assets			
Cash		**556,800**	213,200
Trade and other receivables		**23,400**	18,900
Total current assets		**580,200**	232,100
Non-current assets			
Property, plant and equipment		**355,800**	296,000
Investment in joint venture		**9,000**	7,000
Investment in associate		**6,500**	6,000
Other non-current assets		**105,300**	97,900
Total non-current assets		**476,600**	406,900
Total assets		**1,056,800**	639,000
LIABILITIES			
Current liabilities			
Trade and other payables		**1,000**	3,600
Borrowings		**8,000**	8,000
Grants received in advance		**69,300**	70,000
Contribution to Consolidated Fund		**58,100**	45,000
Total current liabilities		**136,400**	126,600
Non-current liabilities			
Trade and other payables		**2,500**	3,400
Borrowings		**64,000**	72,000
Total non-current liabilities		**66,500**	75,400
Total liabilities		**202,900**	202,000
NET ASSETS		**853,900**	437,000
EQUITY			
Capital Account		**10,000**	10,000
Share capital		**25,000**	25,000
Accumulated surplus / (deficit)			
- General fund		**708,300**	347,200
- Restricted funds	**15**	**110,600**	54,800
Total equity		**853,900**	437,000

Trust Fund A			
- Net assets		**133,000**	158,000

Statement of Changes in Equity
For the financial year ended 31 March 2028

	Capital account $	Share capital $	General Fund $	Restricted funds $	Total $
At 1 Apr 2026	10,000	25,000	23,800	3,300	62,100
Total comprehensive income for the year					
Net surplus for the financial year	-	-	318,700	51,500	370,200
Other comprehensive income	-	-	4,700	-	4,700
Total comprehensive income for the year	-	-	323,400	51,500	374,900
At 31 Mar 2027	**10,000**	**25,000**	**347,200**	**54,800**	**437,000**
At 1 Apr 2027	10,000	25,000	347,200	54,800	437,000
Total comprehensive income for the year					
Net surplus for the financial year	-	-	356,800	55,800	412,600
Other comprehensive income	-	-	4,300	-	4,300
Total comprehensive income for the year	-	-	361,100	55,800	416,900
At 31 Mar 2028	**10,000**	**25,000**	**708,300**	**110,600**	**853,900**

Notes to the financial statements
For the financial year ended 31 March 2028

15. **Restricted Funds**

(To include a brief write-up on Restricted Fund A and B as required by the Guidance Note)

The fund is accounted for as follows:

	2028 $	2027 $
Net surplus / (deficit) for the year	**55,800**	51,500
Accumulated surplus / (deficit) brought forward	**54,800**	3,300
Accumulated surplus / (deficit) carried forward	**110,600**	54,800
Represented by:		
Property, Plant and Equipment	**21,400**	12,690
Cash	**84,500**	42,300
Trade and other receivables	**7,700**	4,400
Trade and other payables	**(3,000)**	(4,590)
	110,600	54,800