

South Port Community Centre Inc

ABN 97 948 792 843

Financial Statements

For the year ended 30 June 2021

South Port Community Centre Inc
ABN 97 948 792 843

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South Port Community Centre Inc
ABN 97 948 792 843
Board's Report
For the year ended 30 June 2021

Your board members submit the financial accounts of the South Port Community Centre Inc for the financial year ended 30 June 2021.

Board Members

The names of board members at the date of this report are:

Daniel Ferguson
 Daniel Behman
 Sandie Hall
 Bridgette Kelly
 Lee Perry
 Jenny Wineray
 Steve Pennells

Principal Activities

The principal activities of the association during the financial year were: Encouraging the participation of all residents in the social and cultural life of the community. Supporting peoples aspirations and interests. Developing and providing affordable and inclusive learning, social and recreational opportunities and facilitating opportunities for social change.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The profit from ordinary activities after providing for income tax amounted to

	Year ended	Year ended
	30 June 2021	30 June 2020
	\$	\$
	6,365	5,328

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

Daniel Ferguson

Daniel Behman

South Port Community Centre Inc
ABN 97 948 792 843
Income and Expenditure Statement
For the year ended 30 June 2021

	2021	2020
	\$	\$
Income		
Income		
- Membership	558	568
- Fees	29,486	54,755
- Centre Class Funding	1,026	14,059
- Admin Fee Recovered	40,800	61,869
- Class Closed Income	35,351	
- Room Hire	480	6,238
- Grants - DHS	121,673	116,247
- Grants - ACFE	100,586	123,824
- Grants - City of Port Phillip	164,004	161,649
- Grants - Balances Brought forward	84,560	178,201
- Grants - Others	311,500	112,500
- Grants - Carry forward	(316,024)	(93,924)
- Sundry Income	1,048	707
	575,049	736,693
Donations received	43,200	12,000
Interest received	1,369	3,450
Other income		
- ATO Cash Boost PAYG	68,920	18,128
- Jobkeeper Subsidy	94,500	42,000
	163,420	60,128
Total income	783,038	812,271

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Income and Expenditure Statement
For the year ended 30 June 2021

	2021	2020
	\$	\$
Expenses		
Administration Costs	40,800	61,869
Advertising and promotion	1,389	1,759
AGM Expenses		734
Annual Leave	21,004	19,799
Audit fees	225	2,551
Catering	3,201	6,974
Class Support	1,026	14,059
Class Closed Transfer	35,351	
Consultants fees	88,809	124,378
Equipment	3,816	3,035
Group Activity Costs	38,721	21,282
Insurance	1,097	1,076
Long service leave	12,943	12,759
Materials	3,521	3,457
Membership	6,605	4,925
Postage	94	292
Printing & stationery	2,273	4,758
Repairs & maintenance	1,000	
Salaries	427,846	418,856
Salaries - Jobkeeper Top Up	17,508	26,373
Sick Leave	5,633	9,539
Sundry expenses	1,325	1,107
Superannuation	48,290	48,777
Telephone & Internet	6,743	6,045
Training & Development	46	
Travelling & Accommodation	372	2,871
Volunteer costs	1,159	4,967
Workcover	5,874	4,700
Total expenses	776,673	806,943
Surplus from ordinary activities before income tax	6,365	5,328
Income tax revenue relating to ordinary activities		
Surplus from ordinary activities after income tax	6,365	5,328

The accompanying notes form part of these financial statements.

South Port Community Centre Inc
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Income and Expenditure Statement
For the year ended 30 June 2021

	2021	2020
	\$	\$
Surplus from extraordinary items after related income tax	<u> </u>	<u> </u>
Net surplus attributable to the association	<u>6,365</u>	<u>5,328</u>
Total changes in equity of the association	<u><u>6,365</u></u>	<u><u>5,328</u></u>
Opening retained earnings	96,194	90,866
Net surplus attributable to the association	<u>6,365</u>	<u>5,328</u>
Closing retained earnings	<u><u>102,560</u></u>	<u><u>96,194</u></u>

South Port Community Centre Inc
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Balance Sheet as at 30 June 2021

	Note	2021 \$	2020 \$
Assets			
Current Assets			
Cash assets	3	473,862	205,205
Other	4	112,780	111,575
Total Current Assets		586,642	316,780
Total Assets		586,642	316,780
Liabilities			
Current Liabilities			
Payables	5	40,004	24,850
Current tax liabilities	6	16,186	5,269
Provisions	7	40,045	31,057
Other	8	316,024	93,924
Total Current Liabilities		412,258	155,100
Non-Current Liabilities			
Provisions	7	40,562	34,223
Total Non-Current Liabilities		40,562	34,223
Total Liabilities		452,820	189,324
Net Assets		133,822	127,456
Members' Funds			
Reserves	2	31,262	31,262
Retained earnings		102,560	96,194
Total Members' Funds		133,822	127,456

The accompanying notes form part of these financial statements.

South Port Community Centre Inc
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Statement of Cash Flows
For the year ended 30 June 2021

	2021	2020
	\$	\$
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Cash Flow From Operating Activities		
Receipts from customers	781,669	808,821
Payments to Suppliers and employees	(513,176)	(901,647)
Interest received	1,369	3,450
Net cash provided by (used in) operating activities (note 2)	269,862	(89,376)
Net increase (decrease) in cash held	269,862	(89,376)
Cash at the beginning of the year	316,780	406,156
Cash at the end of the year (note 1)	586,642	316,780

South Port Community Centre Inc
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Statement of Cash Flows
For the year ended 30 June 2021

	2021	2020
<hr/>		
Note 1. Reconciliation Of Cash		
For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.		
Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash At Bank - Community Solutions	497	214
Cash at Bank - Operating Account	263,339	5,095
Cash at Bank - Westpac Cash Reserve	10,602	602
Cash at Bank - Bonus Account	198,724	198,595
Cash on hand	700	700
Short term deposits	112,780	111,575
	586,642	316,780
	586,642	316,780

Note 2. Reconciliation Of Net Cash Provided By/Used In Operating Activities To Net Profit

Operating profit (loss) after tax	6,365	5,328
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
Increase (decrease) in other creditors	237,253	(103,953)
Increase (decrease) in employee entitlements	15,327	16,286
Increase (decrease) in sundry provisions	10,917	(7,037)
Net cash provided by operating activities	269,862	(89,376)
	269,862	(89,376)

South Port Community Centre Inc
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Notes to the Financial Statements
For the year ended 30 June 2021

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Reform Act 2012 and the Australian Charities and Not-for-profits Commission Act 2012. In the opinion of the committee the association is not a reporting entity because it is not reasonable to expect the existence of users who rely on the association's general purpose financial statements for information useful to them for making and evaluating decisions about the allocation of resources.

The financial report has been prepared in accordance with the Associations Incorporations Act of Victoria, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: Presentation of Financial Statements, AASB 107: Cash Flow Statements, AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors, AASB 1031: Materiality and AASB 1054: Australian Additional Disclosures.

The association has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the initial assessment on its interests in other entities indicated that it does not have any subsidiaries, associates or joint ventures. Hence, the financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The association has not assessed whether these special purpose financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The financial report has been prepared on an accrual basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

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

(a) 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.

(b) 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.

(c) 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.

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Notes to the Financial Statements
For the year ended 30 June 2021

The association has applied AASB 15: Revenue from Contracts with Customers (AASB 15) and AASB 1058: Income of Not-for-Profit Entities (AASB 1058) using the cumulative effective method of initially applying AASB 15 and AASB 1058 as an adjustment to the opening balance of equity at 1 July 2019. Therefore, the comparative information has not been restated and continues to be presented under AASB 118: Revenue and AASB 1004: Contributions.

In the current year

Contributed Assets

The association receives assets from the government and other parties for nil or nominal consideration in order to further its objectives. These assets are recognised in accordance with the recognition requirements of other applicable accounting standards (eg. AASB 9, AASB 16, AASB 116 and AASB 138).

On initial recognition of an asset, the association recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer).

The association recognises income immediately in profit or loss as the difference between initial carrying amount of the asset and the related amount.

Operating Grants, Donations and Bequests

When the association receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the association:

- identifies each performance obligation relating to the grant
- recognises a contract liability for its obligations under the agreement
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the association:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (eg. AASB 9, AASB 16, AASB 116 and AASB 138)
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer)
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the association recognises income in profit or loss when or as it satisfies its obligations under the contract.

Capital Grant

When the association receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

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Notes to the Financial Statements
For the year ended 30 June 2021

The association recognises income in profit or loss when or as the association satisfies its obligations under the terms of the grant.

Interest Income

Interest revenue is recognised using the effective interest rate method.

Dividend Income

The association recognises dividends in profit or loss only when the right to receive payment of the dividend is established.

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

(d) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

(e) 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 remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(f) Income Tax

The Association is a Public Benevolent Institution and is exempt from Australian Income Tax. It is endorsed as a Deductible gift Recipient and donations of \$2 or more are tax deductible.

South Port Community Centre Inc
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Notes to the Financial Statements
For the year ended 30 June 2021

	2021	2020
Note 2: Reserves		
Balance at the beginning of the reporting period		
- Contingency	31,262	31,262
	31,262	31,262
Increase (decrease) in reserves during the reporting period:		
Balance at the reporting date		
- Contingency	31,262	31,262
	31,262	31,262
Note 3: Cash assets		
Bank accounts:		
- Cash At Bank - Community Solutions	497	214
- Cash at Bank - Operating Account	263,339	5,095
- Cash at Bank - Westpac Cash Reserve	10,602	602
- Cash at Bank - Bonus Account	198,724	198,595
Other cash items:		
- Cash on hand	700	700
	473,862	205,205
Note 4: Other Assets		
Current		
Short term deposits	112,780	111,575
	112,780	111,575

South Port Community Centre Inc
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Notes to the Financial Statements
For the year ended 30 June 2021

	2021	2020
Note 5: Payables		
Unsecured:		
- Other creditors	40,004	24,850
	40,004	24,850
	40,004	24,850
 Note 6: Tax Liabilities		
Current		
GST payable	16,186	5,269
	16,186	5,269
 Note 7: Provisions		
Current		
Employee entitlements*	40,045	31,057
	40,045	31,057
 Non Current		
Employee entitlements*	40,562	34,223
	40,562	34,223
* Aggregate employee entitlements liability	80,607	65,281

There were 15 employees at the end of the year

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Notes to the Financial Statements
For the year ended 30 June 2021

2021

2020

Note 8: Other Liabilities

Current

Contract Liability (Grants and Income In Advance)	<u>316,024</u>	<u>93,924</u>
	<u>316,024</u>	<u>93,924</u>

South Port Community Centre Inc
ABN 97 948 792 843
Statement by Members of the Board
For the year ended 30 June 2021

The Board has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Board the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of South Port Community Centre Inc as at 30 June 2021 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Board and is signed for and on behalf of the Board by:

Daniel Ferguson
Chairperson

Daniel Behman
Treasurer

South Port Community Centre Inc
ABN 97 948 792 843
Independent Auditor's Report to the Members

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of South Port Community Centre Inc (the association), which comprises the Statement by Members of the Board, the Income and Expenditure Statement, Balance Sheet as at 30 June 2021, a summary of significant accounting policies 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.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the association as at 30 June 2021 and [of] its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Reform Act 2012 and the Australian Charities and Not-for-profits Commission Act 2012.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board'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 ethical responsibilities in accordance with the Code.

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

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the association to meet the requirements of Associations Incorporation Reform Act 2012 and the Australian Charities and Not-for-profits Commission Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Board for the Financial Report

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Reform Act 2012, the Australian Charities and Not-for-profits Commission Act 2012 and for such internal control as the board 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.

In preparing the financial report, the Board is responsible for assessing the association'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 the Board either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

South Port Community Centre Inc

ABN 97 948 792 843

Independent Auditor's Report to the Members

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards 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 this financial report.

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

- Identify and assess the risks of material misstatement of the financial report, 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 association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- Conclude on the appropriateness of the Board'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 association'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 report 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 association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board 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.

Signed on :

ASSUR PTY LTD
 Authorised Audit Company Number: 453122
 Chartered Accountant

Anthony Ager - Director Audit & Assurance
 Chartered Accountant

South Port Community Centre Inc
ABN 97 948 792 843
Certificate by Member of the Committee
For the year ended 30 June 2021

I, Daniel Ferguson, and I, Daniel Behman certify that:

- a. We will attend the annual general meeting of the association to be held on 5th November 2021.
- b. The financial statements for the year ended 30 June 2021 were submitted to the members of the association at its annual general meeting.

Dated

Daniel Ferguson
Board Member

Daniel Behman
Board Member