

# **Twenty - 10 Association Inc**

**ABN 14 925 105 160**

## **Financial Statements**

**For the Year Ended 30 June 2016**

# Twenty - 10 Association Inc

ABN 14 925 105 160

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For the Year Ended 30 June 2016

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# Twenty - 10 Association Inc

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## Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2016

	Note	2016 \$	2015 \$
Revenue	3	1,502,252	1,551,621
Other income		170,191	44,092
Audit fees		(10,653)	(12,105)
Cleaning		(15,368)	(12,029)
Computer, internet, software & consulting		(20,123)	(17,773)
Depreciation and amortisation expenses		(33,960)	(35,602)
Employee benefits expense		(711,611)	(676,051)
Q-life expense		(451,254)	(502,630)
Rental expense		(140,717)	(130,378)
Other Expenses		(265,501)	(157,541)
<b>Surplus before income tax</b>		<b>23,256</b>	<b>51,604</b>
Income tax expense		-	-
<b>Surplus for the year</b>		<b>23,256</b>	<b>51,604</b>
<b>Other comprehensive income for the year</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>23,256</b>	<b>51,604</b>

The accompanying notes form part of these financial statements.

# Twenty - 10 Association Inc

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## Statement of Financial Position

As At 30 June 2016

	Note	2016 \$	2015 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	357,831	331,710
Trade and other receivables	5	77,313	45,757
<b>TOTAL CURRENT ASSETS</b>		<b>435,144</b>	<b>377,467</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	126,944	160,904
<b>TOTAL NON-CURRENT ASSETS</b>		<b>126,944</b>	<b>160,904</b>
<b>TOTAL ASSETS</b>		<b>562,088</b>	<b>538,371</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	7	146,452	158,213
Short-term provisions	8	59,420	55,500
<b>TOTAL CURRENT LIABILITIES</b>		<b>205,872</b>	<b>213,713</b>
Long-term provisions	8	26,639	18,337
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>26,639</b>	<b>18,337</b>
<b>NET ASSETS</b>		<b>329,577</b>	<b>306,321</b>
<b>EQUITY</b>			
Retained earnings		329,577	306,321
<b>TOTAL EQUITY</b>		<b>329,577</b>	<b>306,321</b>

The accompanying notes form part of these financial statements.

# Twenty - 10 Association Inc

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## Statement of Changes in Equity For the Year Ended 30 June 2016

2016

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 July 2015</b>	<b>306,321</b>	<b>306,321</b>
Surplus for the year	23,256	23,256
Other comprehensive income	-	-
<b>Balance at 30 June 2016</b>	<b>329,577</b>	<b>329,577</b>

2015

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 July 2014</b>	254,717	254,717
Surplus for the year	51,604	51,604
Other comprehensive income	-	-
<b>Balance at 30 June 2015</b>	<b>306,321</b>	<b>306,321</b>

The accompanying notes form part of these financial statements.

# Twenty - 10 Association Inc

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## Statement of Cash Flows For the Year Ended 30 June 2016

	2016	2015
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	697,725	764,632
Receipts from Q-life	432,556	456,937
Interest received	6,773	5,933
Other receipts	372,014	262,731
Payments to suppliers and employees	(1,074,949)	(837,988)
Q-life payments	(407,998)	(456,936)
Net cash provided by/(used in) operating activities	9 <u>26,121</u>	<u>195,309</u>
Net increase in cash and cash equivalents held	26,121	195,309
Cash and cash equivalents at beginning of year	330,710	136,401
Cash and cash equivalents at end of financial year	4 <u>356,831</u>	<u>331,710</u>

The accompanying notes form part of these financial statements.

# Twenty - 10 Association Inc

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## Notes to the Financial Statements

For the Year Ended 30 June 2016

### 1 Basis of Preparation

In the Committee's opinion, the Association is not a reporting entity since there are unlikely to exist users of the financial report who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. This special purpose financial report has been prepared to meet the reporting requirements of the Australian Charities and Not-for-profits Commission Act 2012.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 Presentation of Financial Statements, AASB 107 Statement of Cash Flows, AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors and AASB 1054 Australian Additional Disclosures.

### 2 Summary of Significant Accounting Policies

#### (a) Income Tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Association and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable.

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

#### Grant revenue

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the entity obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

#### Donations

Donations and bequests are recognised as revenue when received.

#### Interest revenue

Interest is recognised using the effective interest method.

#### Other income

Other income is recognised on an accruals basis when the Association is entitled to it.

# Twenty - 10 Association Inc

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## Notes to the Financial Statements

For the Year Ended 30 June 2016

### 2 Summary of Significant Accounting Policies continued

#### (c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

#### (d) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

##### Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Association, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

#### (e) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and other short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

#### (f) Provisions

Provision is made for the organisation's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year, and later than one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits are presented as current liabilities in the statement of financial position if the organisation does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date regardless of the classification of the liability for measurement purposes under AASB 119.



# Twenty - 10 Association Inc

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## Notes to the Financial Statements For the Year Ended 30 June 2016

### 3 Revenue

#### Revenue from continuing operations

	2016	2015
	\$	\$
Donations	215,682	171,800
Housing rental income	36,491	30,162
Operating grants	767,495	841,095
Q-life income	475,811	502,631
Interest received	6,773	5,933
	<u>1,502,252</u>	<u>1,551,621</u>

### 4 Cash and Cash Equivalents

Cash at bank and in hand	<u>357,831</u>	331,710
	<u>357,831</u>	<u>331,710</u>

#### Reconciliation of cash

Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:

Cash and cash equivalents	<u>357,831</u>	331,710
Balance as per statement of cash flows	<u>357,831</u>	<u>331,710</u>

### 5 Trade and Other Receivables

CURRENT		
Trade receivables	<u>77,313</u>	45,757
	<u>77,313</u>	<u>45,757</u>

# Twenty - 10 Association Inc

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## Notes to the Financial Statements For the Year Ended 30 June 2016

### 6 Property, plant and equipment

	2016	2015
	\$	\$
PLANT AND EQUIPMENT		
Furniture, fixtures and fittings		
At cost	10,975	10,975
Accumulated depreciation	<u>(8,934)</u>	<u>(8,574)</u>
	<u>2,041</u>	<u>2,401</u>
Motor vehicles		
At cost	19,583	19,583
Accumulated depreciation	<u>(18,604)</u>	<u>(17,624)</u>
	<u>979</u>	<u>1,959</u>
Computer equipment		
At cost	27,176	27,176
Accumulated depreciation	<u>(21,851)</u>	<u>(17,332)</u>
	<u>5,325</u>	<u>9,844</u>
Leasehold Improvements		
At cost	222,312	222,312
Accumulated amortisation	<u>(103,713)</u>	<u>(75,612)</u>
	<u>118,599</u>	<u>146,700</u>
	<u><u>126,944</u></u>	<u><u>160,904</u></u>

### 7 Trade and Other Payables

CURRENT		
Trade payables	32,642	16,051
Payroll liabilities	40,585	47,494
Pre-paid & unearned income	6,818	68,515
Other liabilities	<u>66,407</u>	<u>26,153</u>
	<u>146,452</u>	<u>158,213</u>

### 8 Provisions

CURRENT		
Annual leave	59,420	54,760
Other provisions	<u>-</u>	<u>740</u>
	<u>59,420</u>	<u>55,500</u>

# Twenty - 10 Association Inc

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## Notes to the Financial Statements

For the Year Ended 30 June 2016

### 8 Provisions continued

	2016	2015
	\$	\$
NON-CURRENT		
Long service leave	26,639	18,337
	<u>26,639</u>	<u>18,337</u>

### 9 Cash Flow Information

#### Reconciliation of result for the year to cashflows from operating activities

	2016	2015
	\$	\$
Surplus for the year	23,256	51,604
Add: depreciation	33,960	35,602
(Increase)/Decrease in receivables	(31,557)	23,427
Increase in creditors	16,591	1,347
Decrease in other liabilities	(21,894)	73,366
Decrease in GST payable	(6,457)	6,380
Increase in provisions	12,222	3,583
Cashflow from operations	<u>26,121</u>	<u>195,309</u>

# Twenty - 10 Association Inc

ABN 14 925 105 160


## Committee's Declaration

The Committee for Twenty- 10 Association Incorporated declare that in their opinion:

- there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Committee Member  SEBASTIAN RENES

Committee Member  STEPHEN GAROFANO

Dated this 15 day of November 2016



## Twenty - 10 Association Inc

ABN 14 925 105 160

### Independent Audit Report to the members of Twenty - 10 Association Inc

#### Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of Twenty - 10 Association Inc, which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the Committee's report

#### *Committees' Responsibility for the Financial Report*

The committee of the Association are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Australian Charities and Not-for-Profits Commission Act 2012 (ACNC Act) and the needs of the members. The committees responsibility also includes such internal control as the committee determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

#### *Auditor's Responsibility*

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 about whether the financial report is free from material misstatement.

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 judgement, 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 of the financial report that gives a true and fair view 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.

#### *Independence*

In conducting our audit, we have complied with the independence requirements of the Accounting Professional and Ethical Standards Board and the Australian Charities and Not-for-profits Commission Act 2012.

#### Assurance Partners

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## Twenty - 10 Association Inc

ABN 14 925 105 160

### Independent Audit Report to the members of Twenty - 10 Association Inc

*Opinion*

In our opinion the financial report of Twenty - 10 Association Inc has been prepared in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- (a) giving a true and fair view of the Association's financial position as at 30 June 2016 and of its financial performance and cash flows for the year ended on that date; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

HILL ROGERS ASSURANCE PARTNERS



BRETT HANGER

Partner

Dated this 15<sup>th</sup> day of November 2016