

Housing for the Aged Action Group Inc

ABN: 80 348 538 001

Statement of Income and Expenditure and Other Comprehensive Income

For the year ended 30 June 2020

	Notes	2020 \$	2019 \$
Income			
Revenue	2	2,338,553	2,448,852
Total Income		2,338,553	2,448,852
Expenses			
Employee benefits expense		1,628,742	1,600,745
Depreciation and amortisation expense		41,118	24,330
Client Brokerage		221,638	279,520
Rent & Storage		76,838	63,005
Office expenses		76,182	70,748
Motor Vehicle Expenses		38,421	46,538
Accounting & Consultancy fees		18,571	68,601
Audit Expenses		4,200	4,000
Interest Expense		3,501	4,433
Travel and Accommodation		32,270	63,914
Training & Development		4,237	20,266
Volunteer & Student Expenses		17,849	10,624
Meeting expenses		12,956	13,918
Research Project Expenses		83,474	-
Other expenses		12,298	23,846
Total Expenses		2,272,295	2,294,488
Surplus/(Deficit) for the year	12	66,258	154,364
Other Comprehensive Income		-	-
Total Comprehensive Income for the year		66,258	154,364

The accompanying notes form part of these financial statements

Housing for the Aged Action Group Inc

ABN: 80 348 538 001

Statement of Financial Position

As at 30 June 2020

	Notes	2020 \$	2019 \$
Assets			
Current Assets			
Cash and Cash Equivalents	3	1,081,533	863,730
Receivables	4	7,419	131,510
Total Current Assets		1,088,952	995,240
Non-Current Assets			
Plant & Equipment	5	29,326	52,630
Total Non-Current Assets		29,326	52,630
Total Assets		1,118,278	1,047,870
Liabilities			
Current Liabilities			
Trade and other payables	6	115,261	140,739
Income Received in Advance		143,049	73,966
Financial Liabilities	7	26,619	15,610
Employee Benefits	8	132,475	136,547
Total Current Liabilities		417,404	366,862
Non Current Liabilities			
Financial liabilities	7	11,153	37,773
Employee benefits	8	7,071	26,843
Total Non Current Liabilities		18,224	64,616
Total Liabilities		435,628	431,478
Net Assets		682,650	616,392
Equity			
Retained Earnings		682,650	616,392
Total Equity		682,650	616,392

The accompanying notes form part of these financial statements

Housing for the Aged Action Group Inc

ABN: 80 348 538 001

Statement of Changes in Equity

For the year ended 30 June 2020

	2020	2019
	\$	\$
Retained Earnings		
Opening Balance	616,392	462,028
Surplus (loss) for the Period	66,258	154,364
Closing Balance of Retained Earnings	682,650	616,392

The accompanying notes form part of these financial statements

Housing for the Aged Action Group Inc

ABN: 80 348 538 001

Statement of Cash Flows

For the year ended 30 June 2020

	Notes	2020 \$	2019 \$
Cash from operating activities:			
Receipts from grants, trust income, donations and other sources		2,721,148	2,594,137
Payments to suppliers & employees		(2,478,680)	(2,409,185)
Interest received		12,261	9,211
Interest and finance costs paid		(3,501)	(4,008)
Net cash provided by operating activities	11	251,228	190,155
Cash flows from investing activities:			
Payments for purchase of plant and equipment		(17,814)	(11,932)
Proceeds from sale of property, plant and equipment		-	14,318
Net cash used by investing activities		(17,814)	2,386
Cash flows from financing activities:			
Leases procured (repaid)		(15,611)	(19,194)
Net cash used by financing activities		(15,611)	(19,194)
Net increase / (decrease) in cash and cash equivalents held		217,803	173,347
Cash and cash equivalents at beginning of year		863,730	690,383
Cash & cash equivalents at end of financial year	3	<u>1,081,533</u>	<u>863,730</u>

The accompanying notes form part of these financial statements

Housing for the Aged Action Group Inc

ABN: 80 348 538 001

Notes to the Financial Statements

For the year ended 30 June 2020

1 Summary of Significant Accounting Policies

The members of the committee have prepared the financial statements on the basis that the association is a non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Associations Incorporation Reform Act 2012* and the *Australian Charities and Not-for-profits Commission Act 2012*. 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 of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 Presentation of Financial Statements, AASB107 Statement of Cash Flows, AASB108 Accounting Policies, Changes in Accounting Estimates and Errors, AASB 1048 Interpretation of Standards; and AASB 1054 Australian Additional Disclosures.

The financial statements, except for the cash flow information, have been prepared on an accrual 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 and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

(a) 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 when, or as, the Association satisfies their performance obligations.

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

Grants & Donations

Where conditions are attached to a grant or donation it is initially recognised as income received in advance in the statement of financial position and subsequently recognised as revenue when (or as) the conditions or contracted services are satisfactorily performed.

Interest revenue

Interest is recognised using the effective interest method.

Other income

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

(b) Plant and equipment

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

Items of plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Plant and equipment are measured using the cost model. Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Depreciation

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

The depreciation rates used for each class of depreciable asset are shown below:

Plant and Equipment - 4 years

Motor Vehicles - 4 years

Computer equipment totalling \$17,397 were fully depreciated during the year as a one-off instant asset write-off.

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

Housing for the Aged Action Group Inc

ABN: 80 348 538 001

Notes to the Financial Statements

For the year ended 30 June 2020

1 Summary of Significant Accounting Policies

(c) Leases

Leases are capitalised on the balance sheet by recognising a 'right-of-use' asset and a lease liability for the present value of the obligation.

Short term leases

Short term leases of twelve months or less are charged as expenses on a straight-line basis over the life of the lease term.

(d) Impairment of assets

At the end of each reporting period, the Association determines whether there is an evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss. Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

(e) 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 that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements.

(f) Cash and cash equivalents

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

(g) 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 payable 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

(h) Trade and Other Receivables

Trade and Other Receivables include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets.

(i) 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.

Housing for the Aged Action Group Inc

ABN: 80 348 538 001

Notes to the Financial Statements

For the year ended 30 June 2020

1 Summary of Significant Accounting Policies

(j) Income Tax

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

The Association is registered with the Australian Charities and Not-for-profits Commission as a Public Benevolent Institution and is endorsed as a Deductible Gift Recipient.

(k) Critical Accounting Estimates and Judgements

The members of the committee evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the association.

Key Estimates - Impairment

The association assesses impairment at the end of each reporting period by evaluating conditions and events specific to the association that may be indicative of impairment triggers.

(l) Economic dependence

The Housing For The Aged Action Group Inc is dependent grants and trust income for the majority of its revenue used to operate the business. At the date of this report the members of the committee have no reason to believe funders will not continue to support The Housing For The Aged Action Group Inc.

Housing for the Aged Action Group Inc

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Notes to the Financial Statements

For the year ended 30 June 2020

	2020	2019
	\$	\$
2. Revenue and other income		
<i>Grants</i>		
CAV RHAAP Funding	283,144	270,816
DHHS Funding	1,293,705	1,241,569
DOH Assistance with Care and Housing for the Aged	364,298	307,682
DOH - NHAP Funding	-	268,538
Other Grants	148,526	42,858
<i>Total Grants</i>	2,089,673	2,131,463
<i>Trust Income</i>		
Wicking Trust Income	123,577	227,924
CALD Project Income	-	3,300
Street Smart Income	-	13,132
Lord Mayors Income	7,000	-
<i>Total Trust Income</i>	130,577	244,356
<i>Other income</i>		
Interest	12,261	9,211
Donations & Bequests	54,505	53,962
Government Cash Flow Boost	50,000	-
Other	1,537	9,860
<i>Total Other income</i>	118,303	73,033
Total Revenue and other income	2,338,553	2,448,852
3. Cash and cash equivalents		
Cash at bank and in Hand	1,081,533	863,730
Cash at bank and in Hand	1,081,533	863,730
4. Trade and other receivables		
<i>Current</i>		
Accounts Receivable	7,419	131,510
Total Trade and other receivables	7,419	131,510
5. Plant & equipment		
Furniture & Fixtures at Cost	27,282	26,838
Furniture & Fixtures Accumulated Depreciation	(25,061)	(24,096)
Total Furniture & Fixtures	2,221	2,742
Office Equipment At Cost	93,729	76,983
Office Equipment Accumulated Depreciation	(86,715)	(63,144)
Total Office Equipment	7,014	13,839
Motor Vehicles at Cost	63,837	63,837
Motor Vehicles Accumulated Depreciation	(43,746)	(27,788)
Total Motor Vehicles	20,091	36,049
Total Plant & equipment	29,326	52,630

Housing for the Aged Action Group Inc

ABN: 80 348 538 001

Notes to the Financial Statements For the year ended 30 June 2020

	2020	2019
	\$	\$
6. Trade and other payables		
Trade Payables	11,550	41,536
Other Payables	103,711	99,203
Total Trade and other payables	115,261	140,739
7. Financial liabilities		
<i>Current</i>		
Chattel Mortgage	28,292	19,201
Less unexpired charges	(1,673)	(3,591)
<i>Total Current</i>	<u>26,619</u>	<u>15,610</u>
<i>Non Current</i>		
Chattel mortgage	11,387	39,679
Less unexpired charges	(234)	(1,906)
<i>Total Non Current</i>	<u>11,153</u>	<u>37,773</u>
Total Financial liabilities	37,772	53,383
8. Employee Benefits		
<i>Current</i>		
Provision for Annual Leave	119,002	119,040
Provision for LSL - current	13,473	17,507
<i>Total Current</i>	<u>132,475</u>	<u>136,547</u>
<i>Non Current</i>		
Provision for LSL - noncurrent	7,071	26,843
<i>Total Non Current</i>	<u>7,071</u>	<u>26,843</u>
Total Employee Benefits	139,546	163,390
9. Capital and Leasing Commitments		
Finance Leases		
<i>Minimum lease payments</i>		
- not later than one year	28,292	19,201
- one to two years	11,387	28,292
- two to five years	-	11,387
Total Minimum lease payments	<u>39,679</u>	<u>58,880</u>
Less: Finance charges	(1,907)	(5,497)
Present value of minimum lease payments	37,772	53,383
Operating Leases		
At 30 June 2020, the Association was committed to making operating lease payments for property over the following term:		
Less than one year	72,464	61,188
Total Commitments	72,464	61,188

10. Contingencies

In the opinion of those charged with governance, the Association did not have any contingencies at 30 June 2020 (30 June 2019 : None).

Housing for the Aged Action Group Inc

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Notes to the Financial Statements For the year ended 30 June 2020

	2020	2019
	\$	\$
11. Cash Flow Information		
<i>Reconciliation of Cash Flow from Operations with Profit after Income Tax</i>		
Net income/(loss) for the period	66,258	154,364
<i>Non-cash flows in profit</i>		
- Depreciation and amortisation	41,118	24,330
<i>Changes in assets and liabilities:</i>		
- (Increase)/decrease in trade and other receivables	124,091	(131,510)
- Increase/(decrease) in income in advance	69,083	73,966
- Increase/(decrease) in trade and other payables	(25,478)	75,358
- Increase/(decrease) in employee benefits	(23,844)	(6,353)
Cash Flows from operations	251,228	190,155

12. Surplus

The surplus of \$66,258 for the year is predominantly due to receipt of donations late in the financial year and some unfinished programs at year end.

13. Events after the end of the Reporting Period

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

14. Association Details

The financial report is for Housing For the Aged Action Group Inc Limited as an individual entity, incorporated and domiciled in Victoria, Australia. The financial report is presented in Australian dollars.

The registered office of the association is:

1st Floor, Ross House
247-251 Flinders Lane
Melbourne, Vic, 3000

Housing for the Aged Action Group Inc

ABN: 80 348 538 001

Statement by Members of the Committee

For the year ended 30 June 2020

In the opinion of the committee members:

- 1 there are reasonable grounds to believe that the registered entity will be able to pay its debts, as and when they become due and payable; and
- 2 The financial statements and notes are in accordance with the Australian Accounting Standards to the extent described in Note 1, the *Association Incorporation Reform Act 2012* (VIC) and 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.....

Phil Williams

Committee Member.....

Peter Sibly

Dated this *13th*..... Day of October 2020