

SPRINGVALE LEARNING & ACTIVITIES CENTRE
ABN 45 461 492 430

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2020

**Liability limited by a scheme approved under
Professional Standards Legislation**

**SPRINGVALE LEARNING & ACTIVITIES CENTRE
ABN 45 461 492 430**

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**SPRINGVALE LEARNING & ACTIVITIES CENTRE
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COMMITTEE'S REPORT

Your committee members submit the financial report of the Springvale Learning & Activities Centre for the financial year ended 30 June 2020.

Committee Members

The name of each member of the committee during the year and if different, at the date of the report;

Leah DOUGLAS
David HAWKINS
Adel DAFLA
Beverley DOUGLAS
Aif DE HOMBRE
Emma SAYEGH
Tuan TRAN
Ranka TRISIC

Principal Activities

The principal activities of the association during the financial year were:

Adult education and community services to the disadvantaged

Significant Changes

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

Operating Result

The profit of the association after providing for income tax amounted to \$61,440.00.

Signed in accordance with a resolution of the Members of the Committee.

Dated this 9th. day of September 2020

SPRINGVALE LEARNING & ACTIVITIES CENTRE
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INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
INCOME			
Op-Shop Sales		13,959	18,485
Donations		23,801	32,415
Centre - Membership		277	321
Centre - Class Fees		26,297	16,708
Centre Revenue		2,933	2,033
Functions - Hall & Room Hire		11,309	15,932
		<u>78,576</u>	<u>85,894</u>
OTHER INCOME			
Rental - Weekly & Casual		24,590	42,938
Interest Received		21,037	18,610
Grants - COGD		48,904	61,671
Grants - ACFE		259,008	343,550
Projects - ACFE		62,200	6,000
Grants - DHS		83,033	79,277
Grants - Stronger Communities		5,000	-
HMS Trust Grant		71,400	-
Grants - DPCD		-	2,000
Government Support Income		110,298	-
Bond - Retained		91	91
Skills Victoria		6,450	19,581
Other Income		1,705	650
Loss on Sale of Non-current Assets		-	(254)
		<u>693,716</u>	<u>574,114</u>
		<u>772,292</u>	<u>660,008</u>

The accompanying notes form part of these financial statements.

SPRINGVALE LEARNING & ACTIVITIES CENTRE
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INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
EXPENDITURE			
Administration Fees		3,629	8,687
Advertising		2,227	4,124
Affiliations		1,399	1,979
AL Provision/Leave in Lieu Expense		3,202	(86)
Audit Fee		4,440	3,320
Bad Debts Written Off		3,080	-
Bank Charges		-	29
Bonus - Employees		2,300	2,500
Building & Equipment Maintenance		3,000	-
Centre Requisites		2,772	159
Classes Expenses		11,076	4,686
Cleaning & Supplies		26,060	27,935
Consultancy Fees		31,150	17,700
Computer Support		13,082	12,406
Conference Expenses - SNH		-	3,809
Depreciation		5,105	3,005
Donations		200	50
Hospitality		2,592	3,416
Insurance		4,163	4,014
Instructors'/Tuition Fees		41,268	45,414
Internet		1,197	1,458
Legal Fees		-	1,811
Light Power & Gas		12,470	10,841
Long Service Leave Provision		(1,162)	21,866
Motor Vehicle Expenses - D.O.Shop		3,634	3,030
Post, PO Box, Printing & Stationery		8,000	7,062
Program Development		1,208	2,000
Food & Supplies Vouchers - D.O.Shop		8,143	11,953
RTO Registration & Audit Fees		-	14,418
Rent & Outgoings - Dandenong Outreach Shop		58,277	44,510
Salaries & Employees Expenses		401,335	296,669
Shop Renovation		-	33,447
Sundry Expenses		-	2,092
Superannuation Contributions		35,985	27,313
Telephone & Fax		9,018	5,772
Training & Professional Development		1,359	1,421
Travelling Expenses		809	763

The accompanying notes form part of these financial statements.

SPRINGVALE LEARNING & ACTIVITIES CENTRE
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INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
Volunteer Expenses		643	916
Waste Disposal		3,286	4,881
Water Usage		2,814	2,807
Workcover		3,091	2,539
		710,852	640,716
Profit before income tax		61,440	19,292
Profit for the year		61,440	19,292
Retained earnings at the beginning of the financial year		449,373	430,082
Retained earnings at the end of the financial year		510,813	449,374

The accompanying notes form part of these financial statements.

SPRINGVALE LEARNING & ACTIVITIES CENTRE
ABN 45 461 492 430

BALANCE SHEET
AS AT 30 JUNE 2020

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	613,152	565,221
Trade and other receivables	4	6,017	27,959
TOTAL CURRENT ASSETS		<u>619,169</u>	<u>593,180</u>
NON-CURRENT ASSETS			
Property, plant and equipment	5	14,454	10,117
TOTAL NON-CURRENT ASSETS		<u>14,454</u>	<u>10,117</u>
TOTAL ASSETS		<u>633,623</u>	<u>603,297</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	6	100,645	124,611
Employee benefits	7	22,165	29,312
TOTAL CURRENT LIABILITIES		<u>122,810</u>	<u>153,923</u>
TOTAL LIABILITIES		<u>122,810</u>	<u>153,923</u>
NET ASSETS		<u>510,813</u>	<u>449,374</u>
MEMBERS' FUNDS			
Retained earnings	8	510,813	449,374
TOTAL MEMBERS' FUNDS		<u>510,813</u>	<u>449,374</u>

The accompanying notes form part of these financial statements.

SPRINGVALE LEARNING & ACTIVITIES CENTRE
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CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2020

		2020	2019
		\$	\$
Cash at beginning of financial year		<u>565,221</u>	<u>534,890</u>
Cash at end of financial year	3	<u><u>565,221</u></u>	<u><u>534,890</u></u>

The accompanying notes form part of these financial statements.

SPRINGVALE LEARNING & ACTIVITIES CENTRE
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

The financial statements cover Springvale Learning & Activities Centre as an individual entity. Springvale Learning & Activities Centre is a not for profit Association incorporated in Victoria under the Associations Incorporation Reform Act 2012.

The principal activities of the Association for the year ended 30 June 2020 were .

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the opinion of the Committee of Management, 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. These special purpose financial statements have been prepared to meet the reporting requirements of the Act.

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.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non current assets, financial assets and financial liabilities.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

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

2 Summary of Significant Accounting Policies

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.

SPRINGVALE LEARNING & ACTIVITIES CENTRE
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

Impairment of Non-Financial 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 this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

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 , except for goodwill.

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. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cash flows. Changes in the measurement of the liability are recognised in profit or loss.

Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Cash and Cash Equivalents

SPRINGVALE LEARNING & ACTIVITIES CENTRE
ABN 45 461 492 430

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

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.

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 and is presented net of returns, discounts and rebates.

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Rendering of services

Revenue in relation to rendering of services is recognised depending on whether the outcome of the services can be estimated reliably. If the outcome can be estimated reliably then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period. If the outcome cannot be reliably estimated then revenue is recognised to the extent of expenses recognised that are recoverable.

If the outcome cannot be reliably estimated then revenue is recognised to the extent of expenses recognised that are recoverable.

Revenue from training services is generally recognised once the training has been delivered.

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.

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

SPRINGVALE LEARNING & ACTIVITIES CENTRE
ABN 45 461 492 430

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
3 Cash and Cash Equivalents		
Cash on Hand	1,044	583
LaTrobe Financial	287,121	454,764
Cheque Acc 86 3196	321,721	107,253
Comm Solution 32 6235	3,266	2,621
	<u>613,152</u>	<u>565,221</u>
Reconciliation of cash		
Cash and Cash equivalents reported in the cash flow statement are reconciled to the equivalent items in the balance sheet as follows:		
Cash on Hand	1,044	583
LaTrobe Financial	287,121	454,764
Cheque Acc 86 3196	321,721	107,253
Comm Solution 32 6235	3,266	2,621
	<u>613,152</u>	<u>565,221</u>
4 Trade and Other Receivables		
Current		
GST Paid	5,265	4,421
Trade Debtors	752	23,538
	<u>6,017</u>	<u>27,959</u>
5 Property, plant and equipment		
Office Furniture & Equipment	132,785	87,743
Less: Accumulated Depreciation	(120,185)	(80,411)
	<u>12,600</u>	<u>7,332</u>
Furniture & Fittings	10,000	10,000
Less: Accumulated Depreciation	(8,146)	(7,215)
	<u>1,854</u>	<u>2,785</u>
Total Plant and Equipment	<u>14,454</u>	<u>10,117</u>
Total Property, Plant and Equipment	<u>14,454</u>	<u>10,117</u>

SPRINGVALE LEARNING & ACTIVITIES CENTRE
ABN 45 461 492 430

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
6 Accounts Payable and Other Payables		
Current		
Function Bonds Held	500	750
Security Deposit - D.O. Shop	(13,750)	(13,750)
Other Creditors - Grants in Advance	72,600	100,000
Deposits Received	-	1,650
GST Collected	14,940	18,035
Superannuation Payable	4,900	2,448
Amounts Withheld - PAYG	6,243	3,467
Provision for Holiday Pay	15,212	12,011
	100,645	124,611
7 Employee Benefits		
Current		
Provision for Long Service Leave	22,165	29,312
8 Retained Earnings		
Retained earnings at the beginning of the financial year	449,373	430,082
Net profit attributable to the association	61,440	19,292
Retained earnings at the end of the financial year	510,813	449,374

9 Statutory Information

The registered office of the association is:

1 Osborne Avenue SPRINGVALE 3171

The principal place of business is:

1 Osborne Avenue SPRINGVALE 3171

SPRINGVALE LEARNING & ACTIVITIES CENTRE
ABN 45 461 492 430

STATEMENT BY MEMBERS OF THE COMMITTEE

The committee 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 2 to the financial statements.

In the opinion of the committee the financial report as set out on pages 1 to 11:

1. Presents a true and fair view of the financial position of Springvale Learning & Activities Centre as at 30 June 2020 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Springvale Learning & Activities Centre will be able to pay its debts as and when they fall due.

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

President: _____
Leah DOUGLAS

Treasurer: _____
David HAWKINS

Dated this 9th. day of September 2020

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SPRINGVALE LEARNING & ACTIVITIES CENTRE
ABN 45 461 492 430**

Report on the Audit of the Financial Report

Opinion

I have audited the accompanying financial report, being a special purpose financial report, of Springvale Learning & Activities Centre (the association), which comprises the balance sheet as at 30 June 2020, and the income and expenditure statement and cash flow statement for the year then ended, and notes to the financial statements including a summary of significant accounting policies and other explanatory information, and the statement by members of the committee.

In my opinion, the accompanying financial report of the association for the year ended 30 June 2020 is prepared, in all material respects, in accordance with the Associations Incorporation Reform Act 2012.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of my report. I am independent of the association in accordance with the auditor independence requirements of 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 my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the code.

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

Emphasis of Matter- Basis of Accounting

I draw attention to note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist the association in ENTER THE APPLICABLE COMPLIANCE REQUIREMENT IN NTD > OTHER REPORTS > AUDITREPORT > AUDIT COMPLIANCE REQUIREMENT. As a result, the financial report may not be suitable for another purpose. My report is intended solely for the association and should not be distributed to or used by parties other than the association. My opinion is not modified in respect to this matter.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Reform Act 2012 and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management 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 management either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the association's financial reporting process.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SPRINGVALE LEARNING & ACTIVITIES CENTRE
ABN 45 461 492 430**

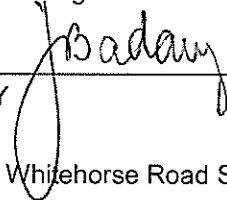
Auditor's Responsibility for the Audit of the Financial Report

My 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.

Name of Firm: Badawy & Associates
Certified Practising Accountants

Name of Principal: _____

J. BADAWEY



Address: U101A/486 Whitehorse Road SURREY HILLS

Dated this 10th. day of September 2020

**SPRINGVALE LEARNING & ACTIVITIES CENTRE
ABN 45 461 492 430**

CERTIFICATE BY MEMBERS OF THE COMMITTEE

Annual Statements Give True and Fair View of Financial Position of Incorporated Association

I, Leah DOUGLAS being a member of the Committee of Springvale Learning & Activities Centre certify that:

The statements attached to this certificate give a true and fair view of the financial position of the Springvale Learning & Activities Centre during and at the end of the financial year of the association ending on 30 June 2020.

Dated this 9th. day of September 2020

Committee Member: _____
Leah DOUGLAS