

# **Give Where You Live Inc**

## **Financial Statements**

**For the year ended 30 June 2013**

# Give Where You Live Inc

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30 June 2013

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**Give Where You Live Inc**

**Statement of Comprehensive Income**

**For the year ended 30 June 2013**

	30 June 2013	30 June 2012 (18 Months)
Note	\$	\$
<b>Revenue</b>		
Trusts, Foundations & Grants	-	1,684,899
Workplace Giving	-	1,370,125
Corporates	<b>176,000</b>	525,685
Campaigns & Appeals	-	254,449
Events	<b>455,893</b>	564,365
Interest & Dividends	-	94,895
Bequests & Other Income	<b>2,364</b>	418
<b>Total Revenue</b>	<b>634,257</b>	4,494,836
<b>Expenses</b>		
Fundraising, Events & Administration	2 (1,129,827)	(1,576,784)
Allocations	(40,000)	(2,401,666)
<b>Total Expenses</b>	<b>(1,169,827)</b>	(3,978,450)
Donations to the Foundation	(30,697)	(200,000)
<b>Surplus/(Deficit) for the year</b>	<b>(566,267)</b>	316,386
<b>Other comprehensive income</b>		
Net gain on revaluation of land and buildings	-	46,715
<b>Total comprehensive income for the year</b>	<b>(566,267)</b>	363,101

The accompanying notes form part of these financial statements.

**Statement of Financial Position**

As At 30 June 2013

	Note	30 June 2013 \$	30 June 2012 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	113,560	1,516,017
Trade and other receivables	4	82,650	56,059
Prepayments		-	1,808
Assets held for sale	6	-	579,575
<b>TOTAL CURRENT ASSETS</b>		<b>196,210</b>	<b>2,153,459</b>
<b>NON-CURRENT ASSETS</b>			
Financial assets	5	48,807	49,337
Property, plant and equipment	7	21,798	31,225
<b>TOTAL NON-CURRENT ASSETS</b>		<b>70,605</b>	<b>80,562</b>
<b>TOTAL ASSETS</b>		<b>266,815</b>	<b>2,234,021</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	58,058	201,975
Provisions	9	94,655	1,342,419
<b>TOTAL CURRENT LIABILITIES</b>		<b>152,713</b>	<b>1,544,394</b>
<b>NON-CURRENT LIABILITIES</b>			
Provisions	9	6,012	15,270
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>6,012</b>	<b>15,270</b>
<b>TOTAL LIABILITIES</b>		<b>158,725</b>	<b>1,559,664</b>
<b>NET ASSETS</b>		<b>108,090</b>	<b>674,357</b>
<b>EQUITY</b>			
Reserves	10	-	533,314
Retained earnings		108,090	141,043
<b>TOTAL EQUITY</b>		<b>108,090</b>	<b>674,357</b>

The accompanying notes form part of these financial statements.

**Statement of Changes in Equity**  
**For the year ended 30 June 2013**

30 June 2013

	Retained Earnings	Asset Revaluation Reserve	Other Reserves	Total
	\$	\$	\$	\$
<b>Balance at 1 July 2012</b>	141,043	412,496	120,818	674,357
(Deficit) for the year	(566,267)	-	-	(566,267)
Transfer between Reserves	533,314	(412,496)	(120,818)	-
<b>Sub-total</b>	<b>(32,953)</b>	<b>(412,496)</b>	<b>(120,818)</b>	<b>(566,267)</b>
<b>Balance at 30 June 2013</b>	<b>108,090</b>	<b>-</b>	<b>-</b>	<b>108,090</b>

30 June 2012  
 (18 Months)

	Retained Earnings	Asset Revaluation Reserve	Other Reserves	Total
	\$	\$	\$	\$
<b>Balance at 1 January 2011</b>	(175,343)	365,781	120,818	311,256
Surplus for the 18 Months	316,386	-	-	316,386
Other comprehensive income	-	46,715	-	46,715
<b>Sub-total</b>	<b>316,386</b>	<b>46,715</b>	<b>-</b>	<b>363,101</b>
<b>Balance at 30 June 2012</b>	<b>141,043</b>	<b>412,496</b>	<b>120,818</b>	<b>674,357</b>

**Statement of Cash Flows**  
**For the year ended 30 June 2013**

	30 June 2013	30 June 2012 (18 Months)
Note	\$	\$
<b>CASH FROM OPERATING ACTIVITIES:</b>		
Receipts from Donors, Bequests and Other Activities	573,218	4,410,496
Payments to Community Partners, Employees and Suppliers	<u>(1,976,803)</u>	<u>(4,737,639)</u>
Net cash provided by (used in) operating activities	11 <u>(1,403,585)</u>	<u>(327,143)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from redemption of investments	118	630,470
Interest received	2,835	92,715
Dividends received	-	2,180
Proceeds from sale of property, plant and equip	312	-
Purchase of property, plant and equipment	<u>(2,137)</u>	<u>(17,175)</u>
Net cash used by investing activities	<u>1,128</u>	<u>708,190</u>
Net increase (decrease) in cash and cash equivalents held	(1,402,457)	381,047
Cash and cash equivalents at beginning of year	<u>1,516,017</u>	<u>1,134,970</u>
Cash and cash equivalents at end of financial year	3 <u>113,560</u>	<u>1,516,017</u>

## **Notes to the Financial Statements**

**For the year ended 30 June 2013**

### **1 Summary of Significant Accounting Policies**

#### **(a) Basis of preparation**

This financial report is a special purpose financial statement prepared in order to satisfy the financial reporting requirements of the Association Incorporation Reform Act 2012. The committee has determined that the Association is not a reporting entity.

The financial report has been prepared on an accruals and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets. The following accounting standards have been complied with:

AASB101 Presentation of Financial Statements

AASB 107 Statement of Cash Flow

AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors

AASB 110 Events after the Reporting Period

AASB 1004 Contributions

AASB 1031 Materiality

The recognition and measurement of the following standards have also been complied with:

AASB 116 Property Plant and Equipment

AASB 1005 Assets Held for Sale

The association changed its financial year end from 31 December to 30 June with effect from the previous financial period ended 30 June 2012. The financial statements for the previous period are made up from 1 January 2011 to 30 June 2012.

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.

#### **(b) Revenue recognition**

The Association recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of Give Where You Live Inc's activities as discussed below.

Campaign contributions are generally recognised as revenue on receipt except for specific sponsorships or donations for which the Association has received a commitment from the sponsor or donor.

Donations and bequests are recognised when the Association receives control over the related funds.

Revenue and expenditure from additional activities are recognised on the date of the event.

Trust and interest revenue is recognised as it is earned.

## **Notes to the Financial Statements**

**For the year ended 30 June 2013**

**(c) Property, plant and equipment**

Plant and equipment is carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all property, plant and equipment is depreciated over the useful lives of the assets to the Association commencing from the time the asset is held ready for use.

Depreciation rates currently applied to each class of asset is as follows:

- Equipment 10% to 30%
- Buildings 1.5%
- Motor Vehicles 15%

**(d) Cash and cash equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

**(e) Impairment of non-financial assets**

At the end of each reporting period, the Association reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

**(f) Financial assets**

Investments held are originally recognised at cost, which includes transaction costs. They are subsequently measured at fair value which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

**(g) 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.

Provisions are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period.

**(h) Provision for allocations**

Allocations to community partners are recognised as an expense in the period in which they are committed. As such there is a provision for all committed allocations to be paid in subsequent years.

**(i) Expense sponsorship**

Some contributions to Give Where You Live Inc are made by in-kind donation or sponsorship of expenses that would otherwise be paid by the Association.



## Notes to the Financial Statements

For the year ended 30 June 2013

(j) **Income tax**

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

(k) **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 Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

**2 One-off transactions**

	30 June 2013	30 June 2012
	\$	\$
Fundraising, Events & Administration expenses include the following one off transactions:		
ATO audit of prior years BAS returns and related Professional Fees	17,170	(182,721)
Write-back of unused and returned allocations from prior years	-	226,943
<b>Total one-off transactions</b>	<u>17,170</u>	<u>44,222</u>

**3 Cash and Cash Equivalents**

Cash on hand	150	150
Cash at bank	113,410	1,515,867
<b>Cash at bank and on hand</b>	<u>113,560</u>	<u>1,516,017</u>

**Reconciliation of cash**

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

Cash and cash equivalents	<u>113,560</u>	<u>1,516,017</u>
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**4 Trade and Other Receivables**

Trade receivables	82,650	56,059
<b>Total trade and other receivables</b>	<u>82,650</u>	<u>56,059</u>

**5 Other Financial Assets**

**NON-CURRENT**

Shares	24,807	25,337
Shares - Geelong Community Investment Ltd	24,000	24,000
<b>Total non-current assets</b>	<u>48,807</u>	<u>49,337</u>

**6 Assets held for sale**

Land and buildings held for sale	-	579,575
<b>Total assets held for sale</b>	<u>-</u>	<u>579,575</u>

## Notes to the Financial Statements

For the year ended 30 June 2013

### 7 Property, Plant and Equipment

	30 June 2013	30 June 2012
	\$	\$
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	77,927	81,118
Accumulated depreciation	(56,129)	(49,893)
Total plant and equipment	<u>21,798</u>	<u>31,225</u>
<b>Total property, plant and equipment</b>	<u><b>21,798</b></u>	<u><b>31,225</b></u>

### 8 Trade and Other Payables

Trade payables	48,608	164,625
Income received in advance	9,450	37,350
<b>Total trade and other payables</b>	<u><b>58,058</b></u>	<u><b>201,975</b></u>

### 9 Provisions

CURRENT		
Provision for annual leave	38,342	25,842
Provision for long service leave	16,313	-
Provision for unredeemed vouchers	-	120,373
Provision for allocations	40,000	1,190,204
Provision for FBT	-	6,000
<b>Total current</b>	<u><b>94,655</b></u>	<u><b>1,342,419</b></u>
NON-CURRENT		
Provision for long service leave	6,012	15,270
<b>Total non current</b>	<u><b>6,012</b></u>	<u><b>15,270</b></u>

### 10 Reserves

<b>Asset revaluation reserve</b>		
Opening balance	412,496	365,781
Revaluation of land and buildings	-	46,715
Transfer to retained earnings	(412,496)	-
Closing balance	<u>-</u>	<u>412,496</u>
<b>Building donations reserve</b>		
Opening balance	120,818	120,818
Transfer to retained earnings	(120,818)	-
Closing balance	<u>-</u>	<u>120,818</u>
<b>Total reserves</b>	<u><b>-</b></u>	<u><b>533,314</b></u>

#### (a) Asset revaluation reserve

The asset revaluation reserve records realised gains on revaluation of property, plant and equipment recorded at fair value. As the property was sold on the 30<sup>th</sup> of November, 2012 the balance in the asset revaluation reserve has been transferred to retained earnings.

#### (b) Building donations reserve

The building donations reserve has been established to meet any costs associated with maintaining buildings owned by Give Where You Live Inc. As the building was sold on the 30<sup>th</sup> of November, 2012 the balance in the building donations reserve has been transferred to retained earnings.

## Notes to the Financial Statements

For the year ended 30 June 2013

### 11 Cash Flow Information

	30 June 2013	30 June 2012
	\$	\$
Reconciliation of net income to net cash provided by operating activities:		
Surplus/(Deficit) for the year	(566,267)	316,386
Cash flows excluded from profit attributable to operating activities		
- Dividend income	-	(2,180)
- Interest income	(2,835)	(92,715)
Non-cash flows in profit:		
- depreciation	9,716	24,546
- net loss on disposal of property, plant and equipment	1,948	698
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(26,591)	2,363
- (increase)/decrease in prepayments	1,808	8,192
- (increase)/decrease in inventories	-	14,520
-(increase)/decrease in assets held for sale	579,575	-
- increase/(decrease) in trade and other payables	(143,917)	188,357
- increase/(decrease) in provisions	(1,257,022)	(787,310)
Cashflow from operations	<u>(1,403,585)</u>	<u>(327,143)</u>

### 12 Contingent Liabilities and Contingent Assets

None.

### 13 Variances in donations income and allocations expenses

During the year, Give Where You Live Inc relinquished its Public Benevolent Institution (PBI) status with the Australian Taxation Office and as a result was no longer eligible to be a Deductible Gift Recipient (DGR) organisation.

As the Give Where You Live Foundation (the Fund) maintains DGR 2 status, all tax deductible donations from the 1<sup>st</sup> of July 2012 onwards were received by the Fund and all allocations to DGR eligible Community Partners were paid from the Fund.

### 14 Events after the end of the Reporting Period

There were no post balance date events which would have a material effect on the financial result for the year ended 30 June 2013.

### 15 Activity as trustee and right to indemnity

The association acts as trustee of the Give Where You Live Foundation (the "Fund"), effective as of 1<sup>st</sup> July, 2012.

Liabilities incurred on behalf of the Fund are recognised in the financial report when it is probable that the Association will have to meet any of the Funds liabilities from its own resources. The Association is entitled to be indemnified in respect of liabilities, out of the assets of the Fund.

### 16 Association Details

The registered office of the association is:

Give Where You Live Inc  
18 Myers Street  
Geelong VIC 3220

**Statement by Members of the Committee**

The committee have 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 committee the financial report as set out on pages 1 to 9:

1. Presents a true and fair view of the financial position of Give Where You Live Inc as at 30 June 2013 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Give Where You Live Inc will be able to pay its debts as and when they fall due.

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

President.....

Treasurer.....

Dated 19<sup>th</sup> SEPTEMBER, 2013

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GIVE WHERE YOU LIVE INC**

### **Report on the Financial Report**

We have audited the accompanying financial report, being a special purpose financial report, of Give Where You Live Inc, which comprises the statement of financial position as at 30 June 2013, the statement of comprehensive income, the statement of cash flows and the statement of changes in equity for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the committee.

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

The directors of Give Where You Live Inc are responsible for the preparation of the financial report, and have determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Reform Act 2012 and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the committee has determined is necessary to enable the preparation of a financial report that 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 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 directors, 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.

### **Audit Opinion**

In our opinion, the financial report gives a true and fair view of the financial position of Give Where You Live Inc as at 30 June 2013, and its financial performance and its cash flows for the year then ended in accordance with the financial reporting requirements of the Associations Incorporation Reform Act 2012.

**Basis of Accounting and Restriction on Distribution**

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the Give Where You Live Inc to meet the requirements of the Associations Incorporation Reform Act 2012. As a result, the financial report may not be suitable for another purpose.



Stephen Wight  
**Director**

Dated this 19<sup>TH</sup> day of SEPTEMBER, 2013

**Davidsons Assurance Services Pty Ltd**  
101 West Fyans Street  
**Geelong Victoria 3220**

**Certificate by Members of the Committee**

I, ..... of....., certify that:

(a) I attended the annual general meeting of the association held on (date)

(b) The financial statements for the year ended 30 June 2013 were submitted to the members of the association at its annual general meeting

Dated this ..... day of ..... 2013.

.....  
(Committee Member)