

Give Where You Live Inc

Financial Statements

For the year ended 30 June 2019

Contents

30 June 2019

	Page
Financial Statements	
Statement of Comprehensive Income	1
Statement of Financial Position	2
Statement of Changes in Equity	3
Statement of Cash Flows	4
Notes to the Financial Statements	5
Statement by Members of the Committee	10
Independent Audit Report	11
Certificate by Members of the Committee	12

Statement of Comprehensive Income

For the year ended 30 June 2019

	30 June 2019	30 June 2018
Note	\$	\$
Revenue		
Trusts, Foundations & Grants	813,276	767,120
Workplace Giving	758,536	781,505
Corporates	588,057	546,183
Campaigns & Appeals	525,555	416,071
Events	408,826	348,635
Government Grants	387,606	356,880
Program Income	30,100	11,500
Interest & Dividends	12,757	5,567
Bequests & Other Income	150,261	32,985
Total Revenue	3,674,974	3,266,446
Expenses		
Grow Program	(497,843)	(463,272)
Jobs Victoria Employment Network	(153,939)	(156,879)
Community Grants	(1,432,236)	(1,370,641)
Community Development & Grant Making	(122,273)	(93,177)
Total Community Contribution	(2,206,291)	(2,083,969)
Marketing, Fundraising & Events	(575,732)	(520,222)
Administration	(549,365)	(560,874)
Total Expenses	(3,331,388)	(3,165,065)
Partnership Grants	(136,558)	(89,159)
Grant from Give Where You Live Foundation	124,894	2,749,058
Surplus/(Deficit) for the year	331,922	2,761,280
Other comprehensive income		
Net change in fair value of investments	195,047	162,315
Total comprehensive income for the year	526,969	2,923,595

The accompanying notes form part of these financial statements.

Statement of Financial Position
As At 30 June 2019

	Note	30 June 2019 \$	30 June 2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	1,674,826	1,708,285
Trade and other receivables	3	125,672	50,473
Prepayments	4	1,295	3,660
TOTAL CURRENT ASSETS		1,801,793	1,762,418
NON-CURRENT ASSETS			
Financial assets	5	3,787,642	3,467,801
Fixed Assets	6	249,619	14,568
TOTAL NON-CURRENT ASSETS		4,037,261	3,482,369
TOTAL ASSETS		5,839,054	5,244,787
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	552,380	416,346
Provisions	8	1,356,113	1,463,935
TOTAL CURRENT LIABILITIES		1,908,493	1,880,281
NON-CURRENT LIABILITIES			
Provisions	8	308,559	269,473
TOTAL NON-CURRENT LIABILITIES		308,559	269,473
TOTAL LIABILITIES		2,217,052	2,149,754
NET ASSETS		3,622,002	3,095,033
EQUITY			
Retained earnings		3,200,869	2,673,900
Reserves			
I Woolnough Fund		212,115	212,115
Deakin Community Child Care Fund		63,714	63,714
Ford Workers Fund		29,307	29,307
Ford Australia Fund		115,997	115,997
TOTAL EQUITY		3,622,002	3,095,033

The accompanying notes form part of these financial statements.

Statement of Changes in Equity
For the year ended 30 June 2019

30 June 2019

	Retained Earnings	I Woolnough	Deakin Community Child Care	Ford Workers Fund	Ford Australia Fund	Total
Note	\$	\$	\$	\$	\$	\$
Balance at 1 July 2018	2,673,900	212,115	63,714	29,307	115,997	3,095,033
Total comprehensive income for the year	526,969	-	-	-	-	526,969
Transfers to Reserves	-	-	-	-	-	-
Balance at 30 June 2019	3,200,869	212,115	63,714	29,307	115,997	3,622,002

30 June 2018

	Retained Earnings	I Woolnough	Deakin Community Child Care	Ford Workers Fund	Ford Australia Fund	Total
Note	\$	\$	\$	\$	\$	\$
Balance at 1 July 2017	171,438	-	-	-	-	171,438
Total comprehensive income for the year	2,894,405	13,472	4,491	2,245	8,982	2,923,595
Transfers to Reserves	(391,943)	198,643	59,223	27,062	107,015	-
Balance at 30 June 2018	2,673,900	212,115	63,714	29,307	115,997	3,095,033

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the year ended 30 June 2019

	30 June 2019	30 June 2018
Note	\$	\$
CASH FROM OPERATING ACTIVITIES:		
Receipts from Donors, Bequests and Other Activities	3,829,450	5,881,318
Payments to Community Partners, Employees and Suppliers	<u>(3,496,843)</u>	<u>(1,661,029)</u>
Net cash provided by (used in) operating activities	10 <u>332,607</u>	<u>4,220,289</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received	9,864	2,675
Dividends Received	2,893	2,893
Payments for Investments	(124,794)	(3,254,859)
Proceeds from sale of property, plant and equipment	0	2,728
Purchase of property, plant and equipment	<u>(254,029)</u>	<u>(4,818)</u>
Net cash used by investing activities	<u>(366,066)</u>	<u>(3,251,381)</u>
Net increase (decrease) in cash and cash equivalents held	(33,459)	968,908
Cash and cash equivalents at beginning of year	<u>1,708,285</u>	<u>739,377</u>
Cash and cash equivalents at end of financial year	2 <u>1,674,826</u>	<u>1,708,285</u>

Notes to the Financial Statements

For the year ended 30 June 2019

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 (Vic) 2012 and the Australian Charities and Not-for-Profits Commission Act 2012 (ACNC Act). 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

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

AASB 116 Property Plant and Equipment

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.

When grant revenue is received whereby the Association 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.

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.

(c) Vehicles, Plant & equipment

Vehicles, Plant & Equipment is carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all vehicles, 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:

- Vehicles 25%

- Plant & Equipment 33.33%

Notes to the Financial Statements

For the year ended 30 June 2019

(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.

(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.

Notes to the Financial Statements

For the year ended 30 June 2019

	30 June 2019	30 June 2018
2 Cash and Cash Equivalents	\$	\$
Cash on hand	150	150
Cash at bank	1,674,676	1,708,135
Cash at bank and on hand	1,674,826	1,708,285
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	1,674,826	1,708,285
3 Trade and Other Receivables		
Trade receivables	93,205	50,473
Accrued Income	32,467	-
Total trade and other receivables	125,672	50,473
4 Prepayments		
Deposits paid for events	1,295	3,660
Total non-current assets	1,295	3,660
5 Financial Assets		
NON-CURRENT		
Investments, at net realisable value	3,753,891	3,420,790
Shares – Bendigo Telco Ltd	33,751	47,011
Total Financial Assets	3,787,642	3,467,801
6 Fixed Assets		
Vehicles, Plant & Equipment		
At cost	132,590	76,061
Accumulated depreciation	(80,471)	(61,493)
Total Vehicles, Plant & Equipment	52,119	14,568
Property – Fenwick St	197,500	-
Total Fixed Assets	249,619	14,568
7 Trade and Other Payables		
Trade payables	111,811	89,054
Income received in advance	440,569	327,292
Total trade and other payables	552,380	416,346

Notes to the Financial Statements

For the year ended 30 June 2019

	30 June 2019	30 June 2018
	\$	\$
8 Provisions		
CURRENT		
Provision for annual leave	71,486	58,822
Provision for long service leave	38,273	9,079
Provision for unredeemed vouchers	116,621	119,188
Provision for allocations	1,129,733	1,276,846
Total current	1,356,113	1,463,935
NON-CURRENT		
Provision for long service leave	31,451	46,999
Provision for allocations	277,108	222,474
Total non-current	308,559	269,473

9 Reserves

Donations previously held by the Give Where You Live Foundation Trust in named funds, have been transferred to Give Where You Live Inc and are being recognised as Reserves. There is no specific purpose or restrictions in relation to these Reserves.

10 Cash Flow Information

Reconciliation of net income to net cash provided by operating activities:		
Surplus/(Deficit) for the year	331,922	2,761,280
Cash flows excluded from profit attributable to operating activities		
- Proceeds from sale of property, plant and equipment	-	(2,728)
- Dividend income	(2,893)	(2,893)
- Interest income	(9,864)	(2,675)
Non-cash flows in profit:		
- depreciation	18,978	10,496
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(75,199)	188,099
- (increase)/decrease in prepayments	2,365	(2,742)
- increase/(decrease) in trade and other payables	136,034	(373,159)
- increase/(decrease) in provisions	(68,736)	1,644,611
Cashflow from operations	332,607	4,220,289

11 Contingent Liabilities and Contingent Assets

None.

Notes to the Financial Statements

For the year ended 30 June 2019

12 Events after the end of the Reporting Period

A contract had been entered into prior to 30 June 2019 for the purchase of 21 & 23 Fenwick Street for \$1.95m. A deposit for \$195k was paid prior to 30 June 2019, and settlement occurred on 12 August 2019. The property will replace 18 Myers Street as the registered office once a fit out has been completed.

13 Activity as trustee and right to indemnity

The association acted as trustee of the Give Where You Live Foundation (the "Fund"), from the 1st July, 2012 to the 28th of August, 2018.

At the June 2017 Board Meeting, the Board agreed to dissolve the Give Where You Live Foundation Trust and transfer the assets to the Trustee. The transfer of assets was completed on the 28th of August, 2018 and the Fund was dissolved from that date.

14 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 2019 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:

Chairman.....

Treasurer.....

Dated 16th September, 2019

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

Opinion

We have audited the financial report of Give Where You Live Inc (the association), which comprises the statement of financial position as at 30 June 2019, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including 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 2019 and 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 *Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act)*.

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 other 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.

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 association for the purpose of fulfilling the directors' financial reporting responsibilities under the *ACNC Act*. As a result, the financial report may not be suitable for another purpose.

Other Information

Those charged with governance are responsible for the other information. The other information comprises the information included in the association's annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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Responsibilities of the Committee 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 *ACNC Act* and for such internal control as the committee 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 committee is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the committee either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

Stephen Kirtley
Director

Dated this 16th day of September, 2019

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

GIVE WHERE YOU LIVE INC.**A.B.N. 92 864 585 091****AUDITORS INDEPENDENCE DECLARATION UNDER 60-40 OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012 TO THE MANAGEMENT COMMITTEE OF GIVE WHERE YOU LIVE INC.**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2019 there have been:

- I. No contraventions of the auditor independence requirements of the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit; and
- II. No contraventions of any applicable code of professional conduct in relation to the audit.



Stephen Kirtley
Director

Dates this 16th day of September, 2019

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