

NEIGHBOURHOOD CENTRES OF BELLINGEN SHIRE INC

ABN: 46 636 213 835

**SPECIAL PURPOSE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2023**

NEIGHBOURHOOD CENTRES OF BELLINGEN SHIRE INC
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023

ASSETS	NOTE	2023 \$	2022 \$
CURRENT ASSETS			
Cash and cash equivalents	4	409,355	611,559
Trade Debtors		-	35
Other Assets		800	15,699
Other Debtors		-	-
TOTAL CURRENT ASSETS		410,155	627,294
NON-CURRENT ASSETS			
Plant & Equipment		115,981	105,984
Accumulated Depreciation		(85,498)	(79,742)
TOTAL NON-CURRENT ASSETS		30,483	26,243
TOTAL ASSETS		440,638	653,537
LIABILITIES			
CURRENT LIABILITIES			
Trade Creditors		18,709	14,500
Grants Received in Advance		35,182	241,305
GST Payable		13,633	13,703
PAYG Tax Payable		8,451	11,151
Superannuation Payable		15,013	14,277
Employee Provisions		74,829	54,191
Security deposits held		70	-
TOTAL CURRENT LIABILITIES		165,886	349,126
NON-CURRENT LIABILITIES			
Employee Provisions		19,815	18,782
TOTAL NON-CURRENT LIABILITIES		19,815	18,782
TOTAL LIABILITIES		185,701	367,908
NET ASSETS		254,936	285,629
MEMBERS FUNDS			
Opening Retained Earnings		285,629	403,171
Current Year Surplus		(30,693)	(117,543)
TOTAL MEMBERS FUNDS		254,936	285,629

The accompanying notes form part of these financial statements.

NEIGHBOURHOOD CENTRES OF BELLINGEN SHIRE INC
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD 1 JULY 2022 TO 30 JUNE 2023

	2023	2022
INCOME	\$	\$
Grants	885,758	818,921
Fees	2,344	410
Sales and Services	4,090	4,488
Auspice Levies	102,155	110,029
Room Hire	6,266	-
Membership Fees	736	582
Interest Received	4,304	-
Donations	32,632	19,139
Sundry Other Income	0.07	78,558
Recoupments	101,813	-
TOTAL INCOME	1,140,098	1,032,128
EXPENDITURE		
Audit & Accountancy Fees	6,108	1,091
Auspice Fees	101,139	110,029
Advertising & Donations	2,527	18,781
Annual & Long Service Leave Expense	29,891	11,375
Bank Charges	507	315
Board/ Governance expenses	243	-
Cleaning Expenses	2,741	336
Client Support Services	149,707	41,602
Community Activities & Events	-	56,608
Computer Expenses	26,735	28,905
Consultancy Expenses	36,464	24,607
Consumables	-	7,542
Depreciation	5,757	8,236
Donations	2,560	4,010
Electricity	-	5,579
Employment support and supervision cost	3,511	-
Equipment Hire	1,742	871
Equipment Purchase	7,235	-
Fees & Permits	281	-
Fundraising Expenses	341	3,560
General Expenses	-	2,344
Health & Safety	188	-
Insurance	11,380	8,453
Meeting & Other Board Expenses	643	1,982
Membership fees paid	1,095	-
Postage & Stationery	6,593	6,681
Publications & Resources	7,096	668
Recruitment Expenses	80	-
Rent	21,882	18,304
Repairs & Maintenance	4,051	3,096
S&W Workers' Compensation Insurance	-	-
Security expenses	187	-
Small Plant & Equipment	803	8,172
Staff Expenses	971	19,084
Sundry expenses	720	-
Superannuation Contributions	64,624	61,087
Telephone & Internet	12,410	12,349
Training & Development	1,414	-
Travel & Accommodation	227	-
Utilities	7,462	-
Volunteer Expenses	2,804	12,662
Wages	631,394	658,467
Workers Compensation	17,274	12,872
TOTAL EXPENDITURE	1,170,791	1,149,670
Net Operating Surplus / (Deficit)	(30,693)	(117,543)

The accompanying notes form part of these financial statements.

NEIGHBOURHOOD CENTRES OF BELLINGEN SHIRE INC
STATEMENT OF CASHFLOWS
AS AT 30 JUNE 2023

		2023	2022
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES	NOTE		
Receipts from customers		1,048,021	1,155,271
Payments to suppliers and employees		(1,240,228)	(1,212,998)
Interest received		-	-
Net cash provided by operating activities	5	<u>(192,207)</u>	<u>(57,727)</u>
 CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(9,997)	(11,586)
Proceeds from disposal of investments		-	-
Net cash (used in) investing activities		<u>(9,997)</u>	<u>(11,586)</u>
 CASH FLOWS FROM FINANCING ACTIVITIES			
Other cash items from financing activities		-	-
Net cash from financing activities		-	-
Net increase/(decrease) in cash and cash equivalents held		(202,204)	(69,313)
Cash and cash equivalents at beginning of year		611,559	680,871
Cash and cash equivalents at end of financial year		<u>409,355</u>	<u>611,558</u>

The accompanying notes form part of these financial statements.

NEIGHBOURHOOD CENTRES OF BELLINGEN SHIRE INC

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2023

NOTE 1: BASIS OF PREPARATION

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. The Committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been

a. Income Tax

The organisation is exempt from Income Tax under current Legislation.

b. Property, Plant & Equipment (PPE)

Property, plant and equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the Association commencing from

c. Impairment of Assets

At the end of each reporting period, the Association reviews the carrying values of its tangible and intangible assets to

d. Employee Benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the

NEIGHBOURHOOD CENTRES OF BELLINGEN SHIRE INC

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2023

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. **Provisions**

Provisions are recognized when the Association has a legal or constructive obligation, as a result of past events, for

f. **Cash and Cash Equivalents**

Cash and cash equivalents includes cash on hand, deposits held at call with banks, and other short-term highly liquid

g. **Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any discounts

Interest revenue is recognized using the effective interest rate method, which for floating rate financial assets is the rate

Grant and donation income is recognized when the entity obtains control over the funds, which is generally at the time of

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

h. **Goods and Services Tax (GST)**

Revenues, expenses and assets are recognized net of the amount of GST, except where the amount of GST incurred is

j. **Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

NEIGHBOURHOOD CENTRES OF BELLINGEN SHIRE INC

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2023

	2023 \$	2022 \$
NOTE 3: CASH AND CASH EQUIVALENTS		
Operating Account	152,573	609,081
Debit Mastercards	2	18
BNHC Front office Float	10	10
BNHC - Petty Cash	91	47
BSYS - Petty Cash	30	30
NCoBS debit card account	1,980	1,979
NCoBS Term Deposit	254,304	-
DYC - Petty Cash	38	38
UNC - Petty Cash	30	59
UNC - Petty Cash (Men's Shed)	227	227
UNC Float account	20	20
DNC Petty cash Acct	50	50
	<hr/> 409,355	<hr/> 611,559

NOTE 4: CASH FLOW INFORMATION

	2023 \$	2022 \$
Reconciliation of result for the year to cashflows from operating activities:		
Profit (loss) for the year	(30,693)	(117,543)
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	5,757	8,236
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	36	130
- (increase)/decrease in other assets	14,899	19,490
- increase/(decrease) in trade and other payables	2,245	(6,251)
- increase/(decrease) in income in advance	(206,123)	36,247
- increase/(decrease) in employee and other provisions	21,672	1,964
	<hr/> (192,207)	<hr/> (57,727)

NEIGHBOURHOOD CENTRES OF BELLINGEN SHIRE INC

CERTIFICATE BY MEMBERS OF THE COMMITTEE

I, Kerry Child of 423 Hydcs Creek Road
Bellingen, New South Wales, and

I, Rosie Wicket of 17 River St
Repton, New South Wales

certify that:

- a) We attended the annual general meeting of the association held on _____
- b) The annual financial statements for the period ended 30 June 2023 were submitted to the members of the association at _____

Kerry Child

(Committee Member)

Rosie Wicket

(Committee Member)

NEIGHBOURHOOD CENTRES OF BELLINGEN SHIRE INC

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

In the opinion of the Committee the financial report as set out:

1. Presents fairly the financial position of Neighbourhood Centres of Bellingen Shire Incorporated as at 30 June 2023 and
2. At the date of this statement, there are reasonable grounds to believe that Neighbourhood Centres of Bellingen Shire

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

President

David

Treasurer

Presley

Dated

31/10/23

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
NEIGHBOURHOOD CENTRES OF BELLINGEN SHIRE INCORPORATED

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of Neighbourhood Centres of Bellingen Shire Incorporated ('the association'), which comprises the statement of financial position as at 30 June 2023, statement of comprehensive income and statement of cashflows for the period then ended, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

In our opinion the financial report is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- a) presenting fairly the financial position of Neighbourhood Centres of Bellingen Shire Incorporated as at 30 June 2023, and its financial performance for the period then ended;
- b) complying with the accounting policies as described in Note 1 to the financial report.

Basis for Opinion

We 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. Our responsibilities under those standards are further described in the *Auditor's Responsibility* section of our report. We are independent of the Association in accordance with 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.

Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist the members of the committee in fulfilling their governance obligations. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by any other parties. Our opinion is not modified in respect of this matter.

Committee's Responsibility for the Financial Report

The committee of the association are responsible for the preparation and fair presentation of the financial report and has determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are consistent with the financial reporting requirements of the *Associations Incorporation Act 2009*, and are appropriate to meet the needs of the members. The committee's responsibility also includes establishing and maintaining such internal control as the committee determines is necessary to enable the preparation of the 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 related to going concern and using the going concern basis

of accounting unless management either intends to liquidate the Association or cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. 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 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.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit.

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 entity'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 entity's internal control.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of 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 conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.

We evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

HQB Accountants Auditors Advisors



James Davis
Partner

13-15 Park Avenue
Coffs Harbour
Dated: 31.10.2023