

Australian Young Christian Workers Movement Inc.

ABN 28 737 645 713

Financial Statements

For the Year Ended 31 December 2014

Australian Young Christian Workers Movement Inc.

ABN 28 737 645 713

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For the Year Ended 31 December 2014

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Australian Young Christian Workers Movement Inc.

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Committee's Report

For the Year Ended 31 December 2014

Your committee members submit the financial report of the association for the financial year ended 31 December 2014.

Committee members

The names of committee members throughout the year and at the date of this report are:

President	Zoe Cresswell (Appointed January 2015)
Secretary	Eliza Cruse
Former President	Bridget Flood (Resigned January 2015)
Former Treasurer	Frederick Sim (resigned October 2014)

Principal activities

The Australian Young Christian Workers Movement is a non-profit organisation. It is a full member of the International Young Christian Workers Movement and enjoys the support of the Australian Catholic Bishops Conference. The Australian Young Christian Workers Movement adheres to the Declaration of Principles, the International Statutes and the Internal Regulations of the International Young Christian Workers Movement.

The Australian Young Christian Workers Movement is an organisation for young workers, which is run by young workers. The Australian Young Christian Workers Movement, by action and reflection, attempts to change and improve the lives of its members and society.

The Australian Young Christian Workers Movement works to create a society which actively supports, respects and values the God given dignity of each person. We will consciously uphold basic human rights, especially the right to meaningful and just work. We will educate for global awareness and solidarity. Through taking action and reviewing in our communities, young people will discover the deepest meaning and mission of their lives.

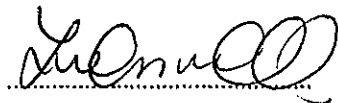
Significant changes

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

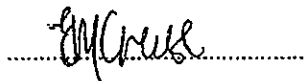
Operating result

The deficit of the association for the financial year amounted to \$ 86,360 (2013: \$ 30,525 surplus)

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



President



Secretary

Dated: 27.3.15

Australian Young Christian Workers Movement Inc.

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Statement of Profit and Loss and Other Comprehensive Income

For the Year Ended 31 December 2014

	2014	2013
	\$	\$
Revenue	257,576	259,535
Employee Expenses	(132,114)	(81,305)
Service Delivery and Event Expenses	(85,021)	(44,758)
Grants and Contribution	(91,058)	(63,642)
Administration and Other Expenses	(35,743)	(39,305)
Profit before income tax	(86,360)	30,525
Income tax expense	-	-
(Loss)/profit for the year	(86,360)	30,525
Other comprehensive income:	-	-
Net gain on revaluation of land and buildings	-	15,000
Other comprehensive income for the year, net of tax	-	15,000
Total comprehensive income for the year	(86,360)	45,525

The accompanying notes form part of these financial statements.

Australian Young Christian Workers Movement Inc.

ABN 28 737 645 713

Statement of Financial Position

As At 31 December 2014

	Note	2014 \$	2013 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	95,859	191,415
Trade and other receivables	3	12,485	172
TOTAL CURRENT ASSETS		108,344	191,587
NON-CURRENT ASSETS			
Property, plant and equipment	4	112,403	110,000
TOTAL NON-CURRENT ASSETS		112,403	110,000
TOTAL ASSETS		220,747	301,587
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	5	17,738	14,765
Short term provisions	6	4,330	1,783
TOTAL CURRENT LIABILITIES		22,068	16,548
TOTAL LIABILITIES		22,068	16,548
NET ASSETS		198,679	285,039
MEMBERS' FUNDS			
Asset realisation reserve		28,049	28,049
Accumulated Surplus		170,630	256,990
TOTAL MEMBERS' EQUITY		198,679	285,039

The accompanying notes form part of these financial statements.

Australian Young Christian Workers Movement Inc.

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Statement of Changes in Equity

For the Year Ended 31 December 2014

	Accumulated Surplus	Asset Revaluation Surplus	Total
	\$	\$	\$
2014			
Balance at 1 January 2013	256,990	28,049	285,039
Surplus/(deficit) for the year	(86,360)	-	(86,360)
Balance at 31 December 2014	<u>170,630</u>	<u>28,049</u>	<u>198,679</u>
2013			
Balance at 1 January 2013	226,465	13,049	239,514
Surplus/(deficit) for the year	30,525	-	30,525
Other comprehensive income	-	15,000	15,000
Balance at 31 December 2013	<u>256,990</u>	<u>28,049</u>	<u>285,039</u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 31 December 2014

1 Summary of Significant Accounting Policies

(a) Basis of preparation

Financial Reporting Framework

The Association is a not reporting entity because in the opinion of the Committee members there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, these special purpose financial statements have been prepared to satisfy the Committee member's reporting requirements under the Associations Incorporations Act 2009 of New South Wales.

For the purposes of preparing the financial statements, the Association is a not-for-profit entity.

Statement of Compliance

The financial statements have been prepared in accordance with the Associations Incorporations Act 1984 of New South Wales, the recognition and measurement requirements specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standard AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors'.

Basis of Preparation

The financial statements have been prepared on the basis of historic cost, except for certain non-current assets and financial instruments that are measured at revalued amounts or fair values at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair values of the consideration given in the exchange for goods and services. All amounts are presented in Australian dollars, unless otherwise stated.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transactions between market participants at the measurement date, regardless of whether that price is directly observable or estimates using another valuation technique.

The principal accounting policies are set out below.

(b) Revenue and other income

Grant revenue

Grant revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

When grant revenue is received whereby the entity 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, otherwise the grant is recognised as income on receipt.

Notes to the Financial Statements

For the Year Ended 31 December 2014

1 Summary of Significant Accounting Policies continued

(b) Revenue and other income continued

Donations

Donations and bequests are recognised as revenue when received.

When the association receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value the assets are recognised at their fair value on the date of acquisition and in the statement of financial position, with a corresponding amount of income recognised in the profit and loss.

Interest revenue

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Sale of goods

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

Provision of services

Revenue from the rendering of a service is recognised upon the delivery of the service to the customer.

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

(c) Income tax

No provision for income tax has been raised as the association is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

(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.

Notes to the Financial Statements

For the Year Ended 31 December 2014

1 Summary of Significant Accounting Policies continued

(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 year. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits payable later than one year 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 not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows.

Contributions are made by the association to an employee superannuation fund and are charged as expenses when incurred.

(f) Property, plant and equipment

Land and Buildings

Land and buildings are carried at independent valuation.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the statement of profit and loss and other comprehensive income.

Plant and Equipment

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

Plant and equipment is depreciated over the useful life of the asset to the association commencing from the time the asset is held ready for use.

(g) Impairment

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 profit and loss and other comprehensive income.

(h) 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 31 December 2014

2 Cash and Cash Equivalents

	2014	2013
	\$	\$
Cash at bank and on hand	45,793	65,775
Short-term bank deposits	50,066	125,640
	<u>95,859</u>	<u>191,415</u>

3 Trade and Other Receivables

CURRENT		
Other receivables	<u>12,485</u>	<u>172</u>

4 Property, Plant and Equipment

LAND AND BUILDINGS		
Land and Buildings		
At independent valuation	<u>110,000</u>	<u>110,000</u>
Total land and buildings	<u>110,000</u>	<u>110,000</u>
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	53,639	53,639
Accumulated depreciation	<u>(53,639)</u>	<u>(53,639)</u>
Total plant and equipment	<u>-</u>	<u>-</u>
Computer equipment		
At cost	5,735	2,855
Accumulated depreciation	<u>(3,332)</u>	<u>(2,855)</u>
Total computer equipment	<u>2,403</u>	<u>-</u>
Total property, plant and equipment	<u>112,403</u>	<u>110,000</u>

5 Trade and Other Payables

CURRENT		
Unsecured liabilities		
Credit card liability	7,025	2,978
Other payables	<u>10,713</u>	<u>11,787</u>
	<u>17,738</u>	<u>14,765</u>

6 Provisions

CURRENT		
Employee entitlements	<u>4,330</u>	<u>1,783</u>

Notes to the Financial Statements

For the Year Ended 31 December 2014

7 Contingent Asset

Granville Property

At balance date there is conflicting information regarding the Association's ownership entitlement with respect to a property in Granville. As a result this asset has been excluded from the Association's Statement of Financial Position.

Management are of the belief that the Association is entitled to a 50% share in the property and the recognition of the asset value of \$200,000 is contingent on the resolution of this matter. Management are currently seeking legal advice.

8 Economic Dependency

Australian Young Christian Workers Movement Inc. is a not-for-profit entity. It is dependent on the on-going financial support from donors to continue its operations. Should this support no longer be made available the Association would not be able to maintain its current level of operations.

Australian Young Christian Workers Movement Inc. receives the majority of its grant revenue from Young Christian Workers (Holdings) Melbourne. At the date of this report the members of the committee have no reason to believe that Young Christian Workers (Holdings) Melbourne will not continue to support Australian Young Christian Workers Movement Inc.

9 Association Details

The registered office of the company is:

Australian Young Christian Workers Movement Inc.

25 Union Street

Granville NSW 2142

Australian Young Christian Workers Movement Inc.

ABN 28 737 645 713

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 1 to the financial statements.

In the opinion of the committee the financial report as set out on pages 2 to 9:

1. Presents a true and fair view of the financial position of Australian Young Christian Workers Movement Inc. as at 31 December 2014 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Australian Young Christian Workers Movement 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 committee and is signed for and on behalf of the committee by:

President 

Secretary 

Dated: 16/03/2015

Independent Auditor's Report to the Members of Australian Young Christian Workers Movement Inc.

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Australian Young Christian Workers Movement Inc., which comprises the statement of financial position as at 31 December 2014, the statement of profit and loss and other comprehensive income 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 as set out on pages 2 to 10.

Committee's Responsibility for the Financial Report

The committee of the entity is responsible for the preparation and fair presentation of the financial report and have determined that the basis of preparation described in Note 1, is appropriate to meet the financial reporting requirements of the Associations Incorporations Act 2009 of New South Wales and is appropriate to meet the needs of the members. Committee's responsibility also includes such internal control as the committee determine is necessary to enable the preparation and fair presentation of the 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 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 entity's preparation and fair presentation of the financial report 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the executive committee, 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.

Basis for Qualification

Donations, subscriptions, fundraising receipts and other voluntary sources of income are significant source of fundraising revenue for Australian Young Christian Workers Movement Inc. Australian Young Christian Workers Movement Inc. has determined that it is impracticable to establish control over the collection of donations, subscriptions, fundraising receipts and other voluntary revenue sources prior to entry into its financial records. Accordingly, as the evidence available to us regarding revenue from these sources was limited, our audit procedures with respect to donations, subscriptions, fundraising receipts and other voluntary sources of income had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether donations, subscriptions, fundraising receipts and other voluntary sources of income the Australian Young Christian Workers Movement Inc. recorded, are complete.

Qualified Opinion

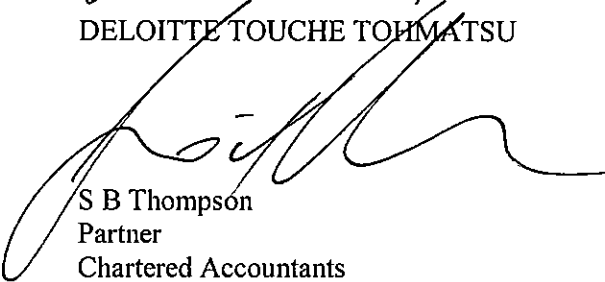
In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report presents fairly, in all material respects, the financial position of Australian Young Christian Workers Movement Inc. as at 31 December 2014 and its financial performance for the year then ended in accordance with the financial reporting requirements of the accounting policies described in Note 1 to the financial report.

Basis of Accounting and Restriction on Distribution and Use

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 to assist Australian Young Christian Workers Movement Inc. to meet the financial reporting requirements of the Association Incorporation Act 2009 of New South Wales. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the members of Australian Young Christian Workers Movement Inc. and should not be distributed to or used by parties other than the members of Australian Young Christian Workers Movement Inc.



DELOITTE TOUCHE TOHMATSU



S B Thompson
Partner
Chartered Accountants
Parramatta

Dated: 8/5/15

Australian Young Christian Workers Movement Inc.

ABN 28 737 645 713

For the Year Ended 31 December 2014

Unaudited Detailed Profit and Loss Statement

	2014	2013
	\$	\$
Income		
Grants		
YCW Holdings	202,000	225,000
ACBC Grant	23,000	23,000
Other Grants	11,406	-
Subscriptions, Donations and Contributions		
IYCW May Day Donations	5,700	3,381
General Fundraising and Donations	756	-
Adelaide Subscription	329	-
Melbourne Subscription	1,285	-
Perth Subscription	175	-
Parramatta Subscription	48	-
Extension Diocese Subscription	-	999
National Executive Contribution	770	1,500
National Gathering Contribution	1,750	-
Other Income		
Interest Income	4,808	5,405
Sundry Income	5,549	250
Total income	257,576	259,535
Less: Expenses		
Service		
IYCW Contribution	23,589	3,535
Bank Charges	144	66
International Meeting	5,090	2,715
Holding Meetings	637	-
Brisbane Property	2,215	3,687
Other Expenses	1,538	1,778
National		
Wages and Salaries	82,799	55,504
Superannuation	7,322	5,034
Annual Leave Expense	(1,216)	533
Workers Compensation	3,047	1,971
NPA and NC Expenses	123	1,160
National Extension	13,556	4,962
National Visitation	4,008	4,809
Audit	5,000	5,000
Postage and Shipping	409	403
Internet	486	769
Website Maintenance	415	2,260
Telephone	2,050	1,080
Stationery	1,445	1,519
Photocopying	116	18
Publicity	2,292	1,342

Australian Young Christian Workers Movement Inc.

ABN 28 737 645 713

For the Year Ended 31 December 2014**Unaudited Detailed Profit and Loss Statement**

	2014	2013
	\$	\$
Electricity	1,780	528
Gas	625	467
Staff Amenities	200	-
Depreciation	477	1,064
Adelaide		
Wages and Salaries	11,141	11,681
Superannuation	965	-
Office Expenses	63	-
Melbourne		
Wages and Salaries	22,600	5,324
Superannuation	2,081	-
NPA & NC Expenses	1,367	313
Office Expenses	883	7,366
Perth		
Wages and Salaries	6,421	3,230
NPA and NC Expenses	55	144
Office Expenses	1,231	1,067
Parramatta		
Wages and Salaries - Grant	67,468	60,107
NPA and NC Expenses	153	-
Event		
National Executive Meeting	9,937	11,134
Workers School	-	3,071
Handover Meeting	1,581	-
National Gathering	12,580	10,924
National Action Party 2015	12,131	-
National Sub Committee Meeting	-	3,027
Collaborator Gathering	-	3,024
YCS and YCW Gathering	-	1,091
National Council	26,139	-
Insurance		
Public Liability	2,888	2,644
Volunteer Insurance	555	555
Building and Contents	5,550	4,104
Services	-	-
Total Expenses	343,936	229,010
(Deficit)/surplus before income tax	(86,360)	30,525