

Financial Report

United Way Glenelg Victoria Inc
For the year ended 31 December 2018

Prepared by G.J. Waters & Associates

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Income and Expenditure Statement

United Way Glenelg Victoria Inc For the year ended 31 December 2018

	2018	2017
Receipts and payments		
Revenue	107,715	102,187
Employee benefits expense	(23,616)	(18,157)
Amortisation and market value movements	(133,744)	52,693
Other expenses from ordinary activities	(142,676)	(110,664)
Income (Loss) before charitable donations & sponsorships	(192,320)	26,060
Other comprehensive income		
Charitable donations and sponsorships	104,352	85,846
Total comprehensive income (loss) for the period	(87,968)	111,906

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached independent audit report.

Statement of Financial Position

United Way Glenelg Victoria Inc As at 31 December 2018

	NOTES	31 DEC 2018	31 DEC 2017
Assets			
Current Assets			
Cash and Cash Equivalents		501,409	500,564
Trade and Other Receivables	2	20,238	5,221
Total Current Assets		521,647	505,786
Non-Current Assets			
Investment in Shares		1,098,845	1,198,322
Total Non-Current Assets		1,098,845	1,198,322
Total Assets		1,620,492	1,704,108
Liabilities			
Current Liabilities			
Trade and Other Payables	3	4,114	1,014
Provisions	4	9,313	8,061
Total Current Liabilities		13,427	9,075
Total Liabilities		13,427	9,075
Net Assets		1,607,065	1,695,033
Member's Funds			
Capital Reserve		1,607,065	1,695,033
Total Member's Funds		1,607,065	1,695,033

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached independent audit report.

Statement of Changes in Equity

United Way Glenelg Victoria Inc
For the year ended 31 December 2018

	2018	2017
Equity		
Opening Balance	1,695,033	1,583,127
Total comprehensive income for the period	(87,968)	111,906
Total Equity	1,607,065	1,695,033

Statement of Cash Flows

United Way Glenelg Victoria Inc For the year ended 31 December 2018

	2018	2017
Operating Activities		
Receipts from Customers and Donations	113,838	108,572
Payments to Suppliers and Employees	(161,940)	(128,662)
Net Cash Flows from Operating Activities - Note: 6(b)	(48,101)	(20,090)
Investing Activities		
Interest Received	10,635	11,100
Dividends Received	72,577	68,424
Net Sale/Purchase of Shareholdings	(34,267)	(37,473)
Net Cash Flows from Investing Activities	48,946	42,050
Net Cash Flows	845	21,959
Cash and Cash Equivalents		
Cash and cash equivalents at beginning of period	500,564	478,605
Cash and cash equivalents at end of period - Note: 6(a)	501,409	500,564
Net change in cash for period	845	21,959

Notes to the Special Purpose Financial Reports

United Way Glenelg Victoria Inc For the year ended 31 December 2018

1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act Victoria. The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

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

Property, Plant and Equipment (PPE)

Leasehold improvements and office 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 the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

Employee Provisions

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 provisions have been measured at the amounts expected to be paid when the liability is settled.

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 best estimate of the amounts required to settle the obligation at the end of the reporting period.

Cash on Hand

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

Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

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

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

	2018	2017
2. Trade and Other Receivables		
Franking credits receivable	20,238	5,221
Total Trade and Other Receivables	20,238	5,221
	2018	2017
3. Trade and Other Payables		
Accounts Payable	2,905	-
PAYG Withholdings Payable	1,209	1,014
Total Trade and Other Payables	4,114	1,014

These notes should be read in conjunction with the attached compilation report.

	2018	2017
4. Provisions		
Employee Benefits		
Current		
Accrue Superannuation	567	527
Annual Leave	3,185	2,446
Long Service Leave	5,561	5,088
Total Current	9,313	8,061
Total Employee Benefits	9,313	8,061
	2018	2017

Movement in Employee Benefits

Opening balance	8,061	7,461
Additional provisions recognised	2,007	1,649
Amounts utilised during the year	(795)	(1,020)
Superannuation movement	40	(29)
Closing balance	9,313	8,061

Provision for Employee Benefits

Provision for employee benefits represents amounts accrued for annual leave and long service leave.

The current portion for this provision includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. Based on past experience the company does not expect the full amount of annual leave or long service leave balances classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the company does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

The non-current portion for this provision includes amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service.

5. Investments

	2018	2017
Lewis Court Fund - Share Portfolio		
AMC	-	33,153
ANZ	34,440	27,590
ARG	33,731	35,378
AFI	31,376	33,072
BEN	37,474	40,540
BHP	52,020	46,868
BOQ	31,438	41,226
BXB	28,024	27,334
CBA	57,116	-
CBAPC	-	54,109
CBAPE	10,695	10,818
CDM	27,880	-
CGF	-	92,093
CSL	91,099	69,520
CYB	-	1,349
GMG	43,052	-
MPL	-	46,103
MQG	36,941	33,874
NAB	33,554	27,648
ORA	26,261	-
PPT	33,097	49,269
REA	36,694	-
RIO	34,983	-
SUN	30,501	33,472
TLS	-	27,443
WBC	43,970	55,051
WBCPC	-	54,941
WES	26,175	-
WPL	37,866	25,467
Total Lewis Court Fund - Share Portfolio	818,385	866,315

These notes should be read in conjunction with the attached compilation report.

	2018	2017
Sustainability Operation Fund - Share Portfolio		
ANZPC	-	15,089
AMC	-	17,147
AVJ	-	10,195
BHP	23,204	20,906
CBA	18,894	20,969
CBAPC	-	14,979
CYB	-	35,076
DLX	16,144	18,851
IFL	8,117	16,830
NAB	16,849	20,699
PPT	-	16,004
SHL	16,892	17,465
SYD	16,112	16,878
TLS	-	13,627
TCL	17,044	18,185
WBC	16,301	20,409
WBCPE	15,848	16,000
WES	15,999	22,699
CBAPG	14,075	-
FLT	12,575	-
LLC	6,350	-
MQG	7,171	-
ORA	14,622	-
REA	14,722	-
RIO	15,295	-
SUN	14,247	-
Total Sustainability Operation Fund - Share Portfolio	280,461	332,007

	2018	2017
Market Value of Share Portfolios		
Lewis Court Fund	818,385	866,315
Sustainability Operation Fund	280,461	332,007
Total Market Value of Share Portfolios at 31 December	1,098,845	1,198,322

These notes should be read in conjunction with the attached compilation report.

6. Statement of Cash Flow

	2018	2017
(a) Cash and cash equivalents balances as shown in the statement of financial position can be reconciled to that shown in the statement of cash flows as follows:		
As per statement of financial position	501,409	500,564
As per statement of cash flows	501,409	500,564
	2018	2017
(b) Reconciliation of profit/(loss) after tax to net cash provided from/(used in) operating activities		
Profit/(loss) after income tax	(87,968)	111,906
Income from investing activities	(83,213)	(79,523)
Non-cash items		
Amortisation	133,744	(52,693)
Changes in assets and liabilities		
(Increase)/decrease in receivables	(15,017)	62
Increase/(decrease) in payables	3,100	(442)
Increase/(decrease) in provisions	1,252	600
Net cash flows from/(used in) operating activities	(48,101)	(20,090)

7. Sponsor a Student Program Initiative

United Way Glenelg Inc. has a Memorandum of Understanding with the Portland Secondary College Council, in which donations are collected to fund the Student Placement Initiative. Under the Memorandum of Understanding a separate bank account has been established. Funds held to date are; \$14,206. These funds can only be used for the purpose of the program. If United Way Glenelg Inc. was to cease these funds must be distributed to the Portland Secondary College.

8. Event after the reporting period

There have been no events after the end of the financial year that would materially affect the financial statements.

9. Contingent liabilities and assets

There were no contingent liabilities or assets at the date of this report to affect the financial statements.

10. Company details

The registered office and principle place of business is: 23-25 Kunara Crescent, Portland, VIC, 3305

True and Fair Position

United Way Glenelg Victoria Inc For the year ended 31 December 2018

Annual Statements Give True and Fair View of Financial Position and Performance of the Association

We,, and, being members of the committee of United Way Glenelg Victoria Inc, certify that –

The statements attached to this certificate give a true and fair view of the financial position and performance of United Way Glenelg Victoria Inc during and at the end of the financial year of the association ending on 31 December 2018.

Signed:

Dated: / /

Signed:

Dated: / /

Auditor's Report

United Way Glenelg Victoria Inc For the year ended 31 December 2018

Independent Auditors Report to the members of the Association

We have audited the accompanying financial report, being a special purpose financial report, of United Way Glenelg Victoria Inc (the association), which comprises the income and expenditure statement, statement of financial position, statement of changes in equity, statement of cash flows, notes comprising a summary of significant accounting policies and other explanatory information 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 for the year ended 31st December 2018.

Committee's Responsibility for the Financial Report

The committee of United Way Glenelg Victoria Inc is responsible for the preparation and fair presentation of the financial report, and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the association and the needs of the members. The committee's responsibility also includes 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.

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 judgment, 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 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 association's 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial report presents fairly, in all material respects the financial position of United Way Glenelg Victoria Inc as at 31 December 2018 and (of) 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 association.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist United Way Glenelg Victoria Inc in fulfilling the Committee's reporting responsibilities. As a result, the financial report may not be suitable for another purpose.

Auditor's signature: **Geoffrey J Waters FCA**

Auditor's address: **37 Gray Street, Hamilton, Vic, 3300**

Dated: **31 / 5 / 2019**

Certificate By Members of the Committee

United Way Glenelg Victoria Inc
For the year ended 31 December 2018

I, of certify that:

1. I attended the annual general meeting of the association held on/...../.....
2. The financial statements for the year ended 31 December 2018 were submitted to the members of the association at its annual general meeting.

Dated: / /