

GOSPEL HALL INCReg No A0039320C
ABN 66255 982 472**STATEMENT OF FINANCIAL POSITION**
as at 30 June 2019

	Note	<u>2019</u> \$	<u>2018</u> \$
CURRENT ASSETS			
Cash assets	4	103,345	109,496
Term Deposit	4	184,298	179,978
Receivables	5	14,592	19,271
Work in progress	6	0	0
TOTAL CURRENT ASSETS		<u>302,234</u>	<u>308,745</u>
NON-CURRENT ASSETS			
Land	7	222,000	222,000
Building	7	<u>1,373,492</u>	<u>1,430,899</u>
TOTAL NON-CURRENT ASSETS		<u>1,595,492</u>	<u>1,652,899</u>
TOTAL ASSETS		<u>1,897,726</u>	<u>1,961,644</u>
CURRENT LIABILITIES	8	35,837	39,329
TOTAL LIABILITIES		<u>35,837</u>	<u>39,329</u>
NET ASSETS		<u>1,861,889</u>	<u>1,922,315</u>
EQUITY			
Reserves		1,922,313	1,920,677
Retained Earnings		(60,424)	1,636
TOTAL EQUITY		<u>1,861,889</u>	<u>1,922,313</u>

STATEMENT OF FINANCIAL PERFORMANCE
for the year ended 30 June 2019

	Note	<u>2019</u>	<u>2018</u>
		\$	\$
Revenues from ordinary activities			
Rental Income	2	81,704	76,662
USE Contribution	2	12,844	3,211
USE Income (Walks & Workshops)	2	192,709	89,997
Donations	2	355	5,000
Grant Income	2	7,580	2,958
Other	2	594	1,340
Revenue (incl donations & grants)		<u>295,786</u>	<u>179,168</u>
Interest	2	4,771	4,915
Total revenues from ordinary activities		<u>300,556</u>	<u>184,083</u>
Expenses from ordinary activities			
Housing Choice Australia Fees	3	66,646	55,530
GHI Expenses	3	4,850	11,000
USE Expenses	3	232,078	58,509
Depreciation of non-current assets	3	57,407	57,407
Total expenses from ordinary activities		<u>360,980</u>	<u>182,446</u>
Surplus/(deficit) from ordinary activities		<u>(60,424)</u>	<u>1,637</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2019**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Associations Incorporation Act of Victoria.

The financial report is for the entity Gospel Hall Incorporated as an individual entity. Gospel Hall Incorporated is incorporated and domiciled in Australia.

The financial report has been prepared on an accruals basis and is based on historic costs. It does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the Association in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Revenue

Revenue is recognised upon the accruals basis, and is stated net of the amount of goods and services tax (GST).

(b) Fixed Assets

All assets acquired including property, plant and equipment are initially recorded at their cost of acquisition at the date of acquisition, being the fair value of the consideration provided plus incidental costs directly attributable to the to the acquisition.

The costs of assets constructed or internally generated by the entity include the cost of materials and direct labour. Directly attributed overheads and other incidental costs are also capitalised to the asset.

Expenditure, including that on internally generated assets, is only recognised as an asset when the entity controls future economic benefits as a result of the costs incurred, it is probable that those future economic benefits will eventuate and the costs can be measured reliably. Costs attributable to feasibility and alternative approach assessments are expenses as incurred.

Costs that do not meet the criteria for capitalisation are expensed as incurred.

Items of property, plant and equipment, including buildings and leasehold property but excluding freehold land, are depreciated or amortised on a straight line basis so as to write off the net cost of each asset over its expected useful life.

Assets are depreciated or amortised from the date of acquisition or, in respect of internally constructed assets, from the time an asset is completed and held ready for use.

Depreciation rates and methods are reviewed annually for appropriateness.

The depreciation/amortisation rates used for each class of asset are as follows:

<i>Property, plant & equipment</i>	2019	2018
Buildings	2.5%	2.5%

(c) Comparative Figures

Comparative figures for the year ending 30 June 2018 have been included.

(d) Income Tax

The Association has been granted an exemption from the payment of income tax.

GOSPEL HALL INC

Reg No A0039320C

ABN 66255 982 472

NOTE 2: REVENUE	<u>2019</u>	<u>2018</u>
	\$	\$
Operating activities:		
- Rental Income (HCA)	44,486	44,374
- Vacant Rental charged to MCM	37,219	23,645
- Rental Income (Education Centre)		8,643
- USE Income (Walks & Workshops)	192,709	89,997
- USE Contribution	12,844	3,211
- Grant Income	7,580	2,958
- Donations	355	5,000
- Interest	4,771	4,915
- Other	594	1,340
Total Revenue	<u>300,556</u>	<u>184,083</u>
 NOTE 3: EXPENSES FROM ORDINARY ACTIVITIES		
Tenancy & Property Management Fees	18,169	18,178
Essential Services (Common Area Fire / Security)	8,258	9,303
Cleaning	12,520	7,695
Electricity & Gas	4,946	4,769
Property Repairs & Maintenance	19,171	12,092
Garbage & Keys Cut	0	508
Water Rates	3,582	2,985
 Sub-Total Housing Choice Australia Expenses	 66,646	 55,530
 Consumer Affairs	 0	 224
Bank Charges	0	1
City of Melbourne (Fire Levy)	0	244
Professional Fees (Independent Valuer, Accounting & Audit)	0	6,038
Building Insurance	3,200	4,371
Accounting	1,425	
Administrative Expenses (Other)	224	122
Depreciation of Non-current Assets	57,407	57,407
 Sub-Total Gospel Hall Inc Expenses	 <u>62,257</u>	 <u>68,407</u>
 Wages & Salaries	 174,608	 44,067
Superannuation	16,856	4,378
LSL Expense	2,295	585
Workcover Insurance	1,613	539
Gospel Hall Inc Contribution	12,844	3,211
Art Group Expenses	8,312	2,958
Cleaning	2,860	1,215
General (Utilities, Office, Maintenance)	9,900	780
Telephone, Internet, Website	1,655	401
Accounting	1,135	375
 Sub-Total USE Expenses	 <u>232,078</u>	 <u>58,509</u>
 Total Expenses from Ordinary Activities	 <u>360,980</u>	 <u>182,446</u>

	<u>2019</u>	<u>2018</u>
	\$	\$
NOTE 4: CASH and TERM DEPOSIT ASSETS		
Cash at bank		
- Gospel Hall Inc	47,711	26,965
- Urban Seed Education	55,479	82,531
- Debit Card (USE)	156	82,531
Term Deposit	184,298	179,978
	<u>287,643</u>	<u>372,005</u>

NOTE 5: RECEIVABLES

Housing Choice Australia	10,058	2,768
Accounts Receivable	2,286	3,606
Urban Seed	0	0
Australian Taxation Office (GST)	2,248	12,897
	<u>14,592</u>	<u>19,271</u>

NOTE 6: WORK IN PROGRESS

0	0
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The Final Certificate was issued on 13 August 2004, at which point the value of the work in progress was transferred to the book value of the building.

NOTE 7: PROPERTY, PLANT AND EQUIPMENT

(a)	Property - Ancient Times House		
	Land	222,000	222,000
	Building	2,296,266	2,296,266
	<i>Less accumulated depreciation</i>	<u>922,774</u>	<u>865,367</u>
	Total Land and Buildings	<u>1,373,492</u>	<u>1,430,899</u>
		<u>1,595,492</u>	<u>1,652,899</u>

(b) Land & Buildings were valued by an independent valuer as at 1 January, 2019.

There is a mortgage on the Ancient Times House to provide security to the Department of Human Services for grants provided to cover the refurbishment of the building.

NOTE 8: CURRENT LIABILITIES

Sundry Debtors (Prepaid Revenue)	1,804	11,104
Accounts Payable	3,667	5,243
ART Grant	9,462	7,042
PAYG Withholdings Payable	7,436	5,220
Provision for Personal Leave	3,780	8,423
Provision for Annual Leave	4,643	0
Provision for LSL	2,880	585
Superannuation Payable	1,519	1,331
Unpaid Expense Claims	646	381
	<u>35,837</u>	<u>39,329</u>

NOTE 9: CONTINGENT LIABILITIES

The Department of Human Services has provided grants totalling \$894,047 (net of GST) for the refurbishment of the building. The terms of the joint agreement with the Department requires the refund of monies provided by the Department should premature termination of the agreement occur. This refund is determined according to a formula specified in the agreement.

STATEMENT OF CASH FLOWS
for the year ended 30 June 2019

	<u>2019</u>	<u>2018</u>
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts in the course of operations:		
Rental & Workshop Income (inclusive of GST)	249,366	172,657
Grants (inclusive of GST)	10,000	10,000
Donations	355	5,000
Other (US Payment for Personal Leave)	0	8,423
GST received from the Australian Tax office	12,039	3,758
Payments in the course of operations (inclusive of GST)	(244,296)	(113,636)
GST remitted to the Australian Tax office	(34,066)	
Interest Received	4,771	4,915
Net cash provided by operating activities	<u>(1,832)</u>	<u>91,117</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Payments for Property refurbishment	0	0
Net cash used for investing activities	<u>0</u>	<u>0</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net cash used in financing activities	<u>0</u>	<u>0</u>
Net Increase/(decrease) in cash held	(1,832)	91,117
Cash at the beginning of the financial year	289,474	198,357
Cash at the end of the financial year	<u>287,643</u>	<u>289,474</u>
Reconciliation of net profit to net cash provided by operating activities:		
Net surplus/(deficit)	(60,424)	1,637
Add/(subtract) the following transactions:		
Depreciation	57,407	57,407
Goods and Services Tax (GST)	10,649	7,777
Movement in Operating Assets and Liabilities		
Increase/Decrease in Receivables	(5,971)	(15,033)
Increase/Decrease in Liabilities	(3,492)	39,329
Net cash provided by operating activities	<u>(1,832)</u>	<u>91,117</u>