

GOSPEL HALL INCReg No A0039320C
ABN 66255 982 472**STATEMENT OF FINANCIAL POSITION**
as at 30 June 2018

	Note	<u>2018</u> \$	<u>2017</u> \$
CURRENT ASSETS			
Cash assets	4	109,496	23,277
Term Deposit	4	179,978	175,080
Receivables	5	19,271	12,015
Work in progress	6	0	0
TOTAL CURRENT ASSETS		<u>308,745</u>	<u>210,372</u>
NON-CURRENT ASSETS			
Land	7	222,000	222,000
Building	7	1,430,899	1,488,306
TOTAL NON-CURRENT ASSETS		<u>1,652,899</u>	<u>1,710,306</u>
TOTAL ASSETS		<u>1,961,644</u>	<u>1,920,678</u>
CURRENT LIABILITIES	8	39,329	0
TOTAL LIABILITIES		<u>39,329</u>	<u>0</u>
NET ASSETS		<u>1,922,315</u>	<u>1,920,678</u>
EQUITY			
Reserves		1,920,677	1,972,878
Retained Earnings		1,637	(52,201)
TOTAL EQUITY		<u>1,922,315</u>	<u>1,920,677</u>

STATEMENT OF FINANCIAL PERFORMANCE
for the year ended 30 June 2018

	Note	<u>2018</u> \$	<u>2017</u> \$
Revenues from ordinary activities			
Rental Income	2	76,662	73,484
USE Contribution	2	3,211	0
USE Income (Walks & Workshops)	2	89,997	
Donations	2	5,000	0
Grant Income	2	2,958	
Other	2	1,340	0
Revenue (incl donations & grants)		<u>179,168</u>	<u>73,484</u>
Interest	2	4,915	4,080
Total revenues from ordinary activities		<u>184,083</u>	<u>77,565</u>
Expenses from ordinary activities			
Housing Choice Australia Fees	3	55,530	66,482
GHI Expenses	3	11,000	5,876
USE Expenses	3	58,509	0
Depreciation of non-current assets	3	57,407	57,407
Total expenses from ordinary activities		<u>182,446</u>	<u>129,765</u>
Surplus/(deficit) from ordinary activities		<u>1,637</u>	<u>(52,201)</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2018**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>	2018	2017
Buildings	2.5%	2.5%

(c) Comparative Figures

Comparative figures for the year ending 30 June 2017 have been included.

(d) Income Tax

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

GOSPEL HALL INC

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NOTE 2: REVENUE	<u>2018</u>	<u>2017</u>
	\$	\$
Operating activities:		
- Rental Income (HCA)	44,374	61,017
- Vacant Rental charged to MCM	23,645	
- Rental Income (Education Centre)	8,643	12,467
- USE Income (Walks & Workshops)	89,997	
- USE Contribution	3,211	0
- Grant Income	2,958	
- Donations	5,000	0
- Interest	4,915	4,080
- Other	1,340	0
Total Revenue	<u>184,083</u>	<u>77,565</u>
 NOTE 3: EXPENSES FROM ORDINARY ACTIVITIES		
Tenancy & Property Management Fees	18,178	17,800
Essential Services (Common Area Fire / Security)	9,303	8,772
Cleaning	7,695	5,226
Electricity & Gas	4,769	4,810
Property Repairs & Maintenance	12,092	26,449
Garbage & Keys Cut	508	0
Water Rates	2,985	3,425
 Sub-Total Housing Choice Australia Expenses	 55,530	 66,482
 Consumer Affairs	 224	 0
Bank Charges	1	0
City of Melbourne (Fire Levy)	244	230
Professional Fees (Independent Valuer, Accounting & Audit)	6,038	750
Building Insurance	4,371	4,711
Administrative Expenses (Other)	122	186
Depreciation of Non-current Assets	57,407	57,407
 Sub-Total Gospel Hall Inc Expenses	 <u>68,407</u>	 <u>63,283</u>
 Wages & Salaries	 44,067	 0
Superannuation	4,378	0
LSL Expense	585	0
Workcover Insurance	539	0
Gospel Hall Inc Contribution	3,211	0
Art Group Expenses	2,958	0
Cleaning	1,215	0
General (Utilities, Office, Maintenance)	780	0
Telephone, Internet, Website	401	0
Accounting	375	0
 Sub-Total USE Expenses	 <u>58,509</u>	 <u>0</u>
 Total Expenses from Ordinary Activities	 <u>182,446</u>	 <u>129,765</u>

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	<u>2018</u> \$	<u>2017</u> \$
NOTE 4: CASH and TERM DEPOSIT ASSETS		
Cash at bank		
- Gospel Hall Inc	26,965	23,277
- Urban Seed Education	82,531	
Term Deposit	179,978	175,080
	<u>289,474</u>	<u>198,357</u>
NOTE 5: RECEIVABLES		
Housing Choice Australia	2,768	(11,807)
Accounts Receivable	3,606	
Urban Seed	0	3,148
Australian Taxation Office (GST)	12,897	20,673
	<u>19,271</u>	<u>12,015</u>
NOTE 6: WORK IN PROGRESS		
	0	0
<p>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.</p>		
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>865,367</u>	<u>807,960</u>
	<u>1,430,899</u>	<u>1,488,306</u>
Total Land and Buildings	<u>1,652,899</u>	<u>1,710,306</u>
(b)		
Land & Buildings were valued by an independent valuer as at 1 January, 2018.		
<p>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.</p>		
NOTE 8: CURRENT LIABILITIES		
Sundry Debtors (Prepaid Revenue)	11,104	0
Accounts Payable	5,243	0
ART Grant	7,042	0
PAYG Withholdings Payable	5,220	0
Provision for Personal Leave	8,423	0
Provision for LSL	585	0
Superannuation Payable	1,331	0
Unpaid Expense Claims	381	0
	<u>39,329</u>	<u>0</u>
NOTE 9: CONTINGENT LIABILITIES		
<p>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.</p>		

STATEMENT OF CASH FLOWS
for the year ended 30 June 2018

	<u>2018</u>	<u>2017</u>
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts in the course of operations:		
Rental Income (inclusive of GST)	172,657	15,709
Government Grants (inclusive of GST)	10,000	0
Donations	5,000	0
Other (US Payment for Personal Leave)	8,423	0
GST received from the Australian Tax office	3,758	0
Payments in the course of operations (inclusive of GST)	(113,636)	(6,388)
GST remitted to the Australian Tax office		0
Interest Received	4,915	4,080
Net cash provided by operating activities	<u>91,117</u>	<u>13,402</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	91,117	13,402
Cash at the beginning of the financial year	<u>198,357</u>	<u>184,955</u>
Cash at the end of the financial year	<u>289,474</u>	<u>198,357</u>
Reconciliation of net profit to net cash provided by operating activities:		
Net surplus/(deficit)	1,637	(52,201)
Add/(subtract) the following transactions:		
Depreciation	57,407	57,407
Goods and Services Tax (GST)	7,777	(6,818)
Movement in Operating Assets and Liabilities		
Increase/Decrease in Receivables	(15,033)	15,013
Increase/Decrease in Liabilities	39,329	0
Net cash provided by operating activities	<u>91,117</u>	<u>13,402</u>