

COUNCIL ON THE AGEING (WA) INCORPORATED

FINANCIAL REPORT

**FOR THE YEAR ENDED
30 JUNE 2013**

COUNCIL ON THE AGEING (WA) INCORPORATED

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2013

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COUNCIL ON THE AGEING (WA) INCORPORATED

DIRECTORS' REPORT

Your directors submit the financial report of Council on the Ageing (WA) Incorporated for the financial year ended 30 June 2013.

Directors

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

Bob Kucera (President)
Dr Ann Zubrick (Vice-President)
Judy Hogben
Bettine Heathcote AM (appointed on 30 October 2012)
Dr Bob Ziegler
Bob Raisbeck
Shelley Whitaker
Marie Moloney
Gerri Clay (appointed on 30 October 2012)
Maria Rico (retired on 30 October 2012)
Peter Bracegirdle (retired on 30 October 2012)
Frank Schaper (resigned on 15 April 2013)
Ken Marston (Chief Executive Officer)

Principal Activities

The principal activities of the Council during the financial year were to promote and protect the well-being of members and to deliver better outcomes for people aged 50 and over.


Significant Changes

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

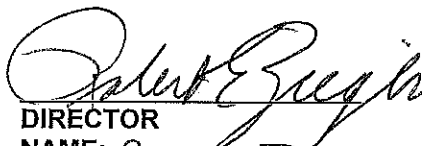
Operating Result

The loss for the year amounted to \$ 78,213 (2012: \$ 64,615)

Signed in accordance with a resolution of the members of the Board.



DIRECTOR
NAME: ANN ZUBRICK.



DIRECTOR
NAME: ROBERT ZIEGLER

DATED THIS 29th DAY OF OCTOBER 2013.

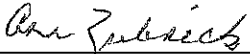
COUNCIL ON THE AGEING (WA) INCORPORATED

STATEMENT BY THE BOARD OF DIRECTORS

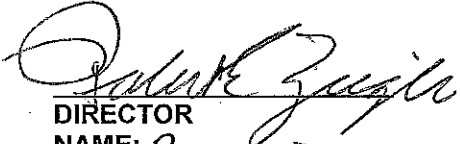
In the opinion of the Board of Directors of the Council on the Ageing (WA) Incorporated (the Council):

- (i) The Council is not a reporting entity and therefore there is no requirement to apply Australian Accounting Standards (including the Australian Accounting Interpretation) in the preparation of this special purposed financial report which has been prepared in accordance with the accounting policies described in Note 1 to the financial statements;
- (ii) The financial report presents a true and fair view of the financial position of the Council at 30 June 2013 and the result of its operations for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements;
- (iii) The operations of the Council has been carried out in accordance with its Constitution; and
- (iv) At the date of this statement, there are reasonable grounds to believe that the Council will be able to pay its debts as and when they fall due.

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



DIRECTOR
NAME: ANN ZUBER.



DIRECTOR
NAME: ROBERT ZIEGLER

DATED THIS 27th DAY OF OCTOBER 2013.

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF COUNCIL ON THE AGEING (WA) INCORPORATED

We have audited the accompanying financial report, being a special purpose financial report, of Council on the Ageing (WA) Incorporated, which comprises the directors' report, the statement of financial position as at 30 June 2013, the income statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by the board of directors.

Board of Directors' Responsibility for the Financial Report

The board of directors of the Council is responsible for the preparation and fair presentation of the financial report and have 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 1987 of WA* and are appropriate to meet the needs of the members. The board's responsibilities also include establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 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. 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.

The financial report has been prepared for distribution to members for the purpose of fulfilling the board's financial reporting under the *Associations Incorporation Act 1987 of WA*. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of Council on the Ageing (WA) Incorporated as at 30 June 2013 and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the *Associations Incorporation Act 1987 of WA*.

Basis of Accounting and restriction on Distribution

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 Council on the Ageing (WA) Incorporated to meet the requirements of the *Associations Incorporation Act 1987*. As a result, the financial report may not be suitable for another purpose.



MACRI PARTNERS
CERTIFIED PRACTISING ACCOUNTANTS
SUITE 2, 137 BURSWOOD ROAD
BURSWOOD WA 6100



A MACRI
PARTNER

PERTH
DATED THIS 29TH DAY OF OCTOBER 2013.

COUNCIL ON THE AGEING (WA) INCORPORATED

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2013

	Note	2013	2012
		\$	\$
Revenue		1,034,530	954,630
Employee Benefits Expense		(488,254)	(392,387)
Depreciation and Amortisation Expense		(9,204)	(4,764)
Project Direct Cost		(249,237)	(125,040)
Membership Services		(60,984)	(40,002)
Gift Card Purchases		(17,090)	(40,850)
COTA Levy		(21,256)	(16,601)
Office Rental		(43,868)	(41,638)
Senior Week Cost		(83,901)	(58,014)
Other Expenses		(138,949)	(170,719)
Profit/(Loss) for the year		(78,213)	64,615

The accompanying notes form part of these financial statements.

COUNCIL ON THE AGEING (WA) INCORPORATED

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2013

	Note	2013 \$	2012 \$
CURRENT ASSETS			
Cash and Cash Equivalents	2	486,526	484,215
Trade and Other Receivables	3	134,652	152,080
		<hr/>	<hr/>
		621,178	636,295
NON-CURRENT ASSETS			
Property, Plant and Equipment	4	32,940	26,973
		<hr/>	<hr/>
TOTAL ASSETS		654,118	663,268
CURRENT LIABILITIES			
Trade and Other Payables	5	201,672	126,047
Provisions	6	25,931	31,736
		<hr/>	<hr/>
		227,603	157,783
NON-CURRENT LIABILITIES			
Provisions	6	10,868	11,625
		<hr/>	<hr/>
TOTAL LIABILITIES		238,471	169,408
NET ASSETS		<hr/>	<hr/>
		415,647	493,860
MEMBERS' FUNDS			
Retained Profits		<hr/>	<hr/>
		415,647	493,860
TOTAL MEMBERS' FUNDS	7	<hr/>	<hr/>
		415,647	493,860

The accompanying notes form part of these financial statements.

COUNCIL ON THE AGEING (WA) INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a special purpose report prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Act 1987 of WA*. The Board of Directors has determined that the Council is not a reporting entity.

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

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

(a) Property, plant and equipment

Property, plant and equipment is included at cost.

All assets are depreciated over their useful lives to the Council commencing from the time the asset is held ready for use.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

(b) Impairment of Assets

At the end of each reporting period, the Council reviews the carrying values of its tangible 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 assets fair value less cost to sell and value in use, is compared to the assets carrying value. Any excess of the assets carrying values over its recoverable amount is expensed to the income statement.

(c) Employee entitlements

The amounts expected to be paid to employees for their pro-rata entitlements to long service and annual leave are accrued annually at current pay rates having regard to experience of employees' departures and period of service.

COUNCIL ON THE AGEING (WA) INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

- (d) Accounting for revenue

Government funding

The Council's advocacy activities are supported by grants received from the federal, state and local governments. Grants received on the condition that specified services are delivered, or conditions are fulfilled, are considered reciprocal. Such grants are initially recognised as a liability and revenue is recognised as services are performed or conditions fulfilled. Revenue from non-reciprocal grants including those relating to the acquisition of assets, is recognised when received.

Membership Fees

Membership fees are recognised in the period that the membership related to.

Fees

Fees charged for the provision of services are recognised when the service is provided.

Donations

Donations are recognised when received.

- (e) 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 Taxation 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.

- (f) Income Tax

The Council is exempt from income tax under the provision of Section 50-5 of the Income Tax Assessment Act 1997, as amended.

- (g) Comparatives

When necessary, comparative figures have been adjusted to conform to changes in the presentation for the current financial year.

COUNCIL ON THE AGEING (WA) INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
2. <u>CASH AND CASH EQUIVALENTS</u>		
Cash on hand	500	870
Cash at bank	106,610	125,784
Term deposits	379,416	356,527
Cash at bank- restricted	-	1,034
	<u>486,526</u>	<u>484,215</u>
3. <u>TRADE AND OTHER RECEIVABLES</u>		
Sundry debtors	133,522	142,080
Provision for doubtful debts	(8,870)	-
	<u>124,652</u>	<u>142,080</u>
Other deposit	10,000	10,000
	<u>134,652</u>	<u>152,080</u>
4. <u>PROPERTY, PLANT AND EQUIPMENT</u>		
Office & training equipment - at cost	306,067	290,896
Less: Accumulated depreciation	(273,127)	(263,923)
	<u>32,940</u>	<u>26,973</u>
Furniture & fittings - at cost	175,816	175,816
Less: Accumulated depreciation	(175,816)	(175,816)
	<u>-</u>	<u>-</u>
Total property, plant and equipment	<u>32,940</u>	<u>26,973</u>

COUNCIL ON THE AGEING (WA) INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
5. <u>TRADE AND OTHER PAYABLES</u>		
Trade creditors	80,610	22,402
Accrued expenses	63,927	74,957
GST payable	(5,219)	21,588
PAYG payable	7,354	7,100
Income received in advance	55,000	-
	<u>201,672</u>	<u>126,047</u>
6. <u>PROVISIONS</u>		
<u>CURRENT</u>		
Annual leave	21,698	17,206
Long service leave	4,233	14,530
	<u>25,931</u>	<u>31,736</u>
<u>NON-CURRENT</u>		
Long service leave	<u>10,868</u>	<u>11,625</u>

COUNCIL ON THE AGEING (WA) INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

	2013 \$	2012 \$
7. <u>MEMBERS' FUNDS</u>		
Retained surpluses at beginning of year	493,860	429,245
Net Surplus /(deficit) for the year	(78,213)	64,615
	<hr/>	<hr/>
Retained surpluses at end of year	<u>415,647</u>	<u>493,860</u>

8. COUNCIL DETAILS

The registered office and principal place of business of the Council is:

Suite 1, Level 3
110 William Street
Perth WA 6000

COUNCIL ON THE AGEING (WA) INCORPORATED

DETAILED INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
REVENUE		
Commissions & Royalties	42,873	38,833
Donations	7,650	4,738
Grants		
-Department of Health	233,654	279,638
-Lotteries Commission		
-Org. Development	27,474	54,949
-Seniors Week	55,240	50,348
-Housing Research	103,415	-
-IT Upgrade	21,307	-
-Office of Crime Prevention	-	5,000
-Office of Seniors Interests –Seniors Week	-	25,000
-Minor Projects	11,000	15,226
-Crime and Safety – Auditor General	36,492	37,750
-Beyond Blue program	35,528	36,750
-Education Grants	-	30,200
Seniors' Housing Centre Funding	188,977	92,500
Living Longer Living Stronger		
-Gym Fees	27,568	34,160
-Other	15,068	23,200
NPS Qum Project	22,782	33,150
Interest	26,320	18,021
Membership Fees	59,923	74,557
Gift Card Sales	25,903	34,919
Seminar, Conference & Forum	81,538	57,514
Sundry Revenue	11,818	8,177
	<hr/>	<hr/>
Total Revenue	1,034,530	954,630

COUNCIL ON THE AGEING (WA) INCORPORATED

DETAILED INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
EXPENSES		
Accounting Fees	3,500	3,500
Audit fees	5,000	5,000
Bad & Doubtful Debts	9,274	-
COTA Australia Levy	21,256	16,601
Depreciation	9,204	4,764
Gift Card Purchases	17,090	40,850
Electricity and Gas	3,608	2,607
Bank Charges	1,676	1,022
Insurance	6,909	5,710
Internet Expenses	-	1,800
Loss on disposal of Property, Plant & Equipment	-	11,754
Board Expenses	375	555
Office Rental	43,868	41,638
Office Cleaning	2,198	1,800
Organisational Development	14,373	-
Project Direct Costs		
-LLLS	91,262	88,074
-SQUM	4,723	4,145
-Minor Projects	2,116	5,067
-Beyond Blue	4,725	3,211
-Crime Projects	2,801	3,286
-Seniors' Housing	23,610	21,257
-Lottery Housing Research	120,000	-
Membership Servicing	60,984	40,002
Repairs and Maintenance	2,709	39,577
Salaries and Wages	395,031	357,291
Seminars and Conferences	79,526	45,412
Seniors Week Expenses	83,901	58,014
Balance Carried Forward	1,009,719	802,937

COUNCIL ON THE AGEING (WA) INCORPORATED

DETAILED INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
EXPENSES (Cont'd)		
Balance Brought Forward	1,009,719	802,937
Staff Amenities and Training	2,530	7,902
Staff Leave Entitlement	47,812	1,318
Subscriptions	579	3,419
Sundry Expenses	-	95
Superannuation	41,096	31,048
Travel and Accommodation	-	5,605
Volunteer Expenses	-	275
Website & IT Development	6,692	34,686
Workers Compensation	4,315	2,930
Total Expenses	<u>1,112,743</u>	<u>890,015</u>
Net Profit / (Loss) for the Year	<u>(78,213)</u>	<u>64,615</u>