

COUNCIL ON THE AGEING (WA) INCORPORATED

FINANCIAL REPORT

**FOR THE YEAR ENDED
30 JUNE 2014**

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 2014.

Directors

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

Bob Kucera APM,JP (President)
Dr Ann Zubrick (Vice-President)
Judy Hogben (Executive Member)
Bettine Heathcote AM (Executive Member)
Bob Raisbeck
Shelley Whitaker
Gerri Clay
Dr Bob Ziegler
Marie Moloney
Kenny Annand (Appointed on 29 October 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.

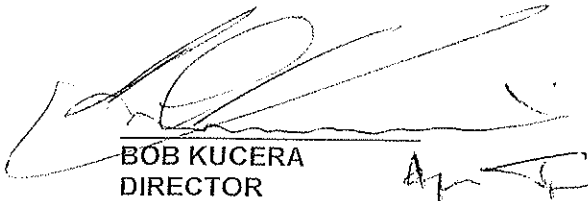
Significant Changes

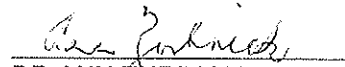
No significant change in the nature of these activities occurred during the year.

Operating Result

The profit /(loss) for the year amounted to \$ 20,673 (2013: \$(78,213))

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


BOB KUCERA
DIRECTOR


DR ANN ZUBRICK
DIRECTOR

DATED THIS 7th DAY OF OCTOBER 2014.

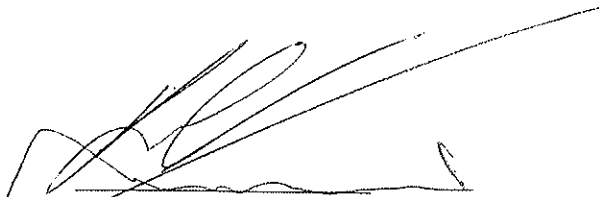
COUNCIL ON THE AGEING (WA) INCORPORATED

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 2014 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:


BOB KUCERA
DIRECTOR


DR ANN ZUBRICK
DIRECTOR

DATED THIS 7th DAY OF OCTOBER 2014.

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 statement of financial position as at 30 June 2014, the income and expenditure 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 has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the *Associations Incorporation Act 1987 of WA* and is appropriate to meet the needs of the members. The board's responsibilities also includes such internal control as the board 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 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 board, 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

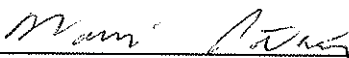
In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

Auditor's Opinion

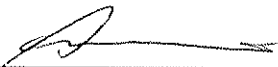
In our opinion, the financial report presents fairly, in all material respects, the financial position of Council on the Ageing (WA) Incorporated as at 30 June 2014 and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of *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 7TH DAY OF OCTOBER 2014.**



COUNCIL ON THE AGEING (WA) INCORPORATED

INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2014

	Note	2014 \$	2013 \$
INCOME			
Grants		444,575	524,110
Senior Housing Centre Funding		176,876	188,977
Membership Fees		57,909	59,923
Seminar, Conference and Forum		55,284	81,538
Donations		6,575	7,650
Interest		17,723	26,320
Others		123,085	146,012
		<u>882,027</u>	<u>1,034,530</u>
EXPENDITURE			
Employee Benefits Expense		(461,106)	(488,254)
Audit Fees		(5,200)	(5,000)
Depreciation and Amortisation Expense		(8,042)	(9,204)
Bad Debts		(7,140)	(9,274)
Project Direct Cost		(99,412)	(249,237)
Membership Services		(39,417)	(60,984)
Gift Card Purchases		(23,993)	(17,090)
COTA Levy		(18,642)	(21,256)
Office Rental		(43,626)	(43,868)
Senior Week Cost		(120,934)	(83,901)
Other Expenses		(33,842)	(124,675)
		<u>(861,354)</u>	<u>(1,112,743)</u>
Current Year Surplus/(Deficit)		<u>20,673</u>	<u>(78,213)</u>

The accompanying notes form part of these financial statements.

COUNCIL ON THE AGEING (WA) INCORPORATED

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2014

	Note	2014 \$	2013 \$
CURRENT ASSETS			
Cash and Cash Equivalents	2	628,875	486,526
Trade and Other Receivables	3	66,888	134,652
		<hr/>	<hr/>
		695,763	621,178
NON-CURRENT ASSETS			
Property, Plant and Equipment	4	24,899	32,940
		<hr/>	<hr/>
TOTAL ASSETS		<u>720,662</u>	<u>654,118</u>
CURRENT LIABILITIES			
Trade and Other Payables	5	232,082	201,672
Provisions	6	45,415	25,931
		<hr/>	<hr/>
		277,497	227,603
NON-CURRENT LIABILITIES			
Provisions	6	6,845	10,868
		<hr/>	<hr/>
TOTAL LIABILITIES		<u>284,342</u>	<u>238,471</u>
NET ASSETS		<u>436,320</u>	<u>415,647</u>
MEMBERS' FUNDS			
Retained Profits		<hr/>	<hr/>
		436,320	415,647
TOTAL MEMBERS' FUNDS	7	<u>436,320</u>	<u>415,647</u>

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 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are 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 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 specifically stated, 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:

(a) Property, Plant and Equipment

Property, plant and equipment is included at cost less, where applicable, any accumulated depreciation.

The depreciation amount of all assets is depreciated over their useful lives of the assets to the Council commencing from the time the asset is held ready for use.

(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, 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 cost 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.

(c) Employee Provisions

Provision is made for the Council'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.

COUNCIL ON THE AGEING (WA) INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2014

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 are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

- (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 2014

	2014	2013
	\$	\$
2. <u>CASH AND CASH EQUIVALENTS</u>		
Cash on hand	565	500
Cash at bank	234,832	106,610
Term deposits	393,478	379,416
	<u>628,875</u>	<u>486,526</u>
3. <u>TRADE AND OTHER RECEIVABLES</u>		
Sundry debtors	56,888	133,522
Provision for doubtful debts	-	(8,870)
	<u>56,888</u>	<u>124,652</u>
Other deposit	10,000	10,000
	<u>66,888</u>	<u>134,652</u>
4. <u>PROPERTY, PLANT AND EQUIPMENT</u>		
Office and training equipment - at cost	306,067	306,067
Less: Accumulated depreciation	(281,168)	(273,127)
	<u>24,899</u>	<u>32,940</u>
Furniture and fittings - at cost	175,816	175,816
Less: Accumulated depreciation	(175,816)	(175,816)
	<u>-</u>	<u>-</u>
Total property, plant and equipment	<u>24,899</u>	<u>32,940</u>

COUNCIL ON THE AGEING (WA) INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	\$	\$
5. <u>TRADE AND OTHER PAYABLES</u>		
Trade creditors	6,231	80,610
Accrued expenses	49,387	63,927
GST payable	8,451	(5,219)
PAYG payable	4,740	7,354
Income received in advance	163,273	55,000
	<u>232,082</u>	<u>201,672</u>
6. <u>PROVISIONS</u>		
<u>CURRENT</u>		
Annual leave	31,211	21,698
Long service leave	14,204	4,233
	<u>45,415</u>	<u>25,931</u>
<u>NON-CURRENT</u>		
Long service leave	6,845	10,868

COUNCIL ON THE AGEING (WA) INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2014

	2014 \$	2013 \$
7. <u>MEMBERS' FUNDS</u>		
Retained surpluses at beginning of the year	415,647	493,860
Net Surplus /(deficit) for the year	20,673	(78,213)
	<hr/>	<hr/>
Retained surpluses at end of the year	<u>436,320</u>	<u>415,647</u>

8. RELATED PARTY TRANSACTIONS

The Council is a member of COTA Australia Ltd, a company incorporated in Australia and limited by guarantee. The Association paid levies of \$ 18,642 (2013 : \$ 21,256) to COTA Australia Ltd to fund national policy activities.

The Council has engaged COTA Membership Services to manage its membership records. An amount of \$ 22,009 (2013 : \$ 22,310) was paid for this service.

9. CONTINGENT LIABILITIES

There was no contingent liability existent at the Balance Sheet date.

10. EVENTS AFTER THE REPORTING DATE

There was no event between the balance sheet date and the date of signing this report, which would otherwise have materially affected the reporting figures.

11. 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 AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	\$	\$
<u>INCOME</u>		
Grants		
-Department of Health	179,288	233,654
-Lotteries Commission		
-Org. Development	153	27,474
-Seniors Week	50,000	55,240
-Senior Award	78,000	-
-Housing Research	40,000	103,415
-IT Upgrade	-	21,307
-Office of Crime Prevention	10,000	-
-Department of LG &C –Seniors Week	45,000	-
-Minor Projects	8,925	11,000
-Crime and Safety – Auditor General	1,258	36,492
-Beyond Blue program	14,160	35,528
-Home Care	10,250	-
-Other	7,541	-
Commissions & Royalties	36,258	42,873
Donations	6,575	7,650
Seniors' Housing Centre Funding	176,876	188,977
Living Longer Living Stronger		
-Gym Fees	24,730	27,568
-Other	18,246	15,068
NPS Qum Project	11,050	22,782
Interest	17,723	26,320
Membership Fees	57,909	59,923
Gift Card Sales	23,499	25,903
Seminar, Conference & Forum	55,284	81,538
Sundry Revenue	9,302	11,818
Total Income	882,027	1,034,530

COUNCIL ON THE AGEING (WA) INCORPORATED

DETAILED INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	\$	\$
<u>EXPENDITURE</u>		
Accounting Fees	873	3,500
Audit fees	5,200	5,000
Bad Debts	7,140	9,274
COTA Australia Levy	18,642	21,256
Depreciation	8,042	9,204
Gift Card Purchases	23,993	17,090
Electricity and Gas	3,037	3,608
Bank Charges	1,205	1,676
Insurance	5,786	6,909
Board Expenses	783	375
Office Rental	43,626	43,868
Office Cleaning	2,033	2,198
Organisational Development	-	14,373
Project Direct Costs		
-LLLS	61,944	91,262
-SQUM	-	4,723
-Minor Projects	19,432	2,116
-Beyond Blue	4,515	4,725
-Crime Projects	3,232	2,801
-Seniors' Housing	10,289	23,610
-Lottery Housing Research	-	120,000
Membership Servicing	39,417	60,984
Repairs and Maintenance	16,337	2,709
Salaries and Wages	375,785	395,031
Seminars and Conferences	427	79,526
Seniors Week Expenses	120,934	83,901
Balance Carried Forward	<u>772,672</u>	<u>1,009,719</u>

COUNCIL ON THE AGEING (WA) INCORPORATED
DETAILED INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	\$	\$
<u>EXPENDITURE (Cont'd)</u>		
Balance Brought Forward	772,672	1,009,719
Staff Amenities and Training	2,906	2,530
Staff Leave Entitlement	42,107	47,812
Subscriptions	217	579
Sundry Expenses	238	-
Superannuation	38,158	41,096
Website & IT Development	-	6,692
Workers Compensation	5,056	4,315
Total Expenditure	861,354	1,112,743
Current Year Surplus /(Deficit)	20,673	(78,213)