



South East Regional Centre for Urban Landcare

# SERCUL

## 2022-2023

FINANCIAL REPORT  
*for the year ended 30 June 2023*



ABN: 57 970 369 675

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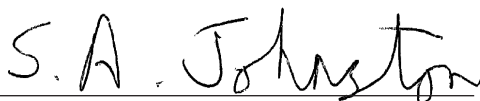
## Statement by the Executive Committee

The Executive Committee has determined that the South East Regional Centre for Urban Landcare Inc. (the 'Association') is a reporting entity and, therefore, that these general purpose financial statements should be prepared in accordance with the accounting policies outlined in Notes 2 & 3 to the financial statements.

In the opinion of the Executive Committee, the financial statements, and notes, as set out on pages 6 to 17 are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, Associations Incorporation Act 2015 and:

1. Comply with the Australian Accounting Standards applicable to South East Regional Centre for Urban Landcare Inc.
2. Gives a true and fair view of the financial position of the Association as at 30 June 2023 and its performance for the year ended on that date; and
3. At the date of this statement, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due and payable.

This statement is made in accordance with the Australian Charities and Not-for-profits Commission Regulation 2013 and is signed for and on behalf of the Executive Committee by:



Stephen Johnston  
Chairperson  
*Dated 20<sup>th</sup> September 2023*



Kobi Bradshaw-Chen  
Deputy Chairperson  
*Dated 20<sup>th</sup> September 2023*

**AUDITOR'S INDEPENDENCE DECLARATION**  
**TO THE MEMBERS OF SOUTH EAST REGIONAL CENTRE FOR URBAN  
LANDCARE INC**

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63 Shepperton Road  
Victoria Park  
Western Australia 6100

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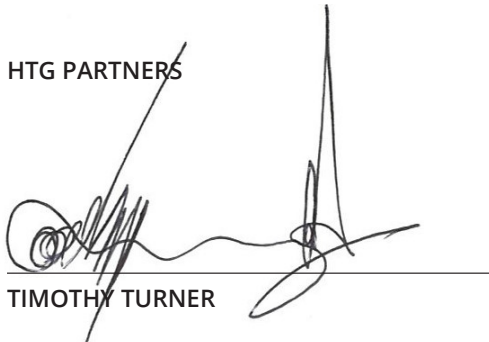
**ABN:** 78 607 011 001

**PO Box 199**  
Victoria Park  
Western Australia 6979

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023 there has been:

- (i) no contraventions of the independence requirements in relation to the audit, and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

**HTG PARTNERS**



**TIMOTHY TURNER**

Dated this 20<sup>th</sup> day of September 2023



**PARTNERS**

**Timothy Turner**  
BBus (Acc), FCPA, CTA  
Registered Company Auditor

**Vick Gelevitis**  
BBus (Acc), FCPA, CTA

**Darryl Rodrigues**  
BSc, BBus (Acc), CPA

HTG Partners is a CPA Practice



## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF SOUTH EAST REGIONAL CENTRE FOR URBAN LANDCARE INC

#### Report on the Audit of the Financial Report

##### Opinion

We have audited the accompanying financial report being a general purpose financial report of South East Regional Centre for Urban Landcare Inc (the 'Association'), which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by the Association's Executive Committee.

In our opinion, the accompanying financial report of South East Regional Centre for Urban Landcare Inc has been prepared in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Act 2015, including:

- (a) giving a true and fair view of the Association's financial position as at 30 June 2023 and of its financial performance and its cash flows for the year then ended; and
- (b) complying with Australian Accounting Standards and Division 60 of the Australian Charities and Not-for-profits Commission Regulations 2013.

##### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Association in accordance with the auditor independence requirements of the Australian Charities and Not-for-profits Commission Act 2012 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

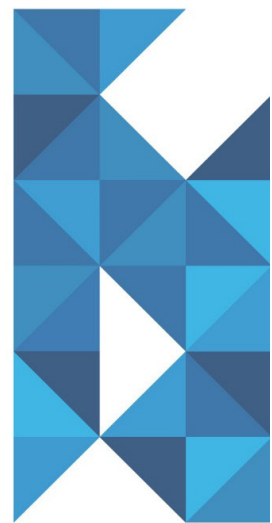
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## INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF SOUTH EAST REGIONAL CENTRE FOR URBAN LANDCARE INC

### Report on the Audit of the Financial Report

#### Responsibilities of the Executive Committee for the Financial Report

The Executive Committee is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the Australian Charities and Not-for-profits Commission Act 2012, Associations Incorporation Act 2015, and the Rules of the Association. The Committee of Management's responsibility also includes such internal control as management determines is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Executive Committee is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Committee either intend to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

The Executive Committee is responsible for overseeing the Association's financial reporting process.

#### Auditor's Responsibilities for the Audit of the Financial Report


Our objectives are to obtain reasonable assurance about whether the financial report is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken based on this financial report.

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF SOUTH EAST REGIONAL CENTRE FOR URBAN LANDCARE INC**

**Auditor's Responsibilities for the Audit of the Financial Report (*continued*)**

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

**HTG PARTNERS**



**TIMOTHY TURNER**  
PARTNER

Signed at Perth on the 20<sup>th</sup> day of September 2023

## Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2023

	Note	2023 \$	2022 \$
<b>Revenue</b>			
Revenue from contracts with customers	4a	2,484,968	2,652,004
Interest and investment income	4b	22,690	3,442
State Government grant for capital works	4c	100,000	0
Other income	4d	11,008	5,208
<b>Total revenue</b>		2,618,666	2,660,654
<b>Expenses</b>			
Direct costs	5	(1,794,893)	(2,146,188)
Administration and general expenses	6	(570,564)	(383,254)
Property and communications expenses		(41,486)	(26,307)
Governance expenses		(25,156)	(17,168)
Other expenses		(8,638)	(4,146)
<b>Total expenses</b>		<b>(2,440,737)</b>	<b>(2,577,063)</b>
<b>Surplus for the year before income tax</b>		<b>177,929</b>	<b>83,591</b>
Income tax expense	3f	0	0
<b>Surplus for the year after income tax</b>		<b>177,929</b>	<b>83,591</b>
Other comprehensive income		0	0
<b>Total profit and other comprehensive income for the year</b>		<b>177,929</b>	<b>83,591</b>



## Statement of Financial Position *as at 30 June 2023*

	Note	2023 \$	2022 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	7	2,132,224	2,412,127
Trade receivables	8	593,052	212,582
Other assets	9	572,115	134,386
<b>Total current assets</b>		<b>3,297,391</b>	<b>2,759,095</b>
<b>Non-current assets</b>			
Property, plant, and equipment	10	165,170	97,199
<b>Total non-current assets</b>		<b>165,170</b>	<b>97,199</b>
<b>TOTAL ASSETS</b>		<b>3,462,561</b>	<b>2,856,294</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	11	353,201	311,655
Provisions	12	142,605	192,444
Other liabilities	13	1,735,102	1,314,910
<b>Total current liabilities</b>		<b>2,230,908</b>	<b>1,819,010</b>
<b>Non-current liabilities</b>			
Provisions	12	14,048	16,468
Other liabilities	13	18,860	0
<b>Total non-current liabilities</b>		<b>32,908</b>	<b>16,468</b>
<b>TOTAL LIABILITIES</b>		<b>2,263,816</b>	<b>1,835,478</b>
<b>NET ASSETS</b>		<b>1,198,745</b>	<b>1,020,816</b>
<b>EQUITY</b>			
Retained earnings		1,198,745	1,020,816
<b>Total equity</b>		<b>1,198,745</b>	<b>1,020,816</b>

## Statement of Changes in Equity

*for the year ended 30 June 2023*

<b>2023</b>	<b>Retained earnings</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2022</b>	1,020,816	1,020,816
Surplus for the year	177,929	177,929
<b>Balance at 30 June 2023</b>	<b>1,198,745</b>	<b>1,198,745</b>

<b>2022</b>	<b>Retained earnings</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2021</b>	937,225	937,225
Surplus for the year	83,591	83,591
<b>Balance at 30 June 2022</b>	<b>1,020,816</b>	<b>1,020,816</b>

## Statement of Cash Flows

*for the year ended 30 June 2023*

	Note	2023 \$	2022 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from customers, government, and grants		2,445,829	3,301,129
Payments to suppliers and employees		(2,632,605)	(2,588,157)
Interest received	4b	22,027	3,442
Other receipts	4d	6,043	4,015
<b>Net cash from operating activities</b>	17	<u><b>(158,706)</b></u>	<u><b>720,428</b></u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Receipt of State Government grant for capital works	4c	100,000	0
Purchase of property, plant and equipment	10	(221,879)	0
Proceeds from disposal of property, plant and equipment	4b	682	0
<b>Net cash from investing activities</b>		<u><b>(121,197)</b></u>	<u><b>0</b></u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
		-	-
Net increase/(decrease) in cash and cash equivalents		(279,903)	720,428
Cash and cash equivalents at beginning of year		2,412,127	1,691,699
<b>Cash and cash equivalents at 30 June</b>	7	<u><u><b>2,132,224</b></u></u>	<u><u><b>2,412,127</b></u></u>

## Notes to the Financial Statements

*For the Year Ended 30 June 2023*

### 1. Reporting entity

South East Regional Centre for Urban Landcare Inc (the "Association") is a not-for-profit association incorporated in Western Australia, operating pursuant to the Associations Incorporation Act 2015. The Association's registered office and principal place of business is 1 Horley Road, Beckenham, WA 6107.

Descriptions of the nature of the Association's operations and its principal activities are included in the Annual Report, which is not part of these financial statements.

### 2. Basis of preparation

#### (a) Statement of compliance

With the Association's growing size and recognising the stated strategy of the Australian Accounting Standards Board (AASB) of increasingly restricting the use of special purpose financial statements, the Executive Committee has, for the first time, prepared general purpose financial statements.

The Association's financial statements are Tier 2 general purpose financial statements that have been prepared in accordance with the Associations Incorporation Act 2015, Australian Accounting Standards – Simplified Disclosures adopted by the AASB, and the Australian Charities and Not-for-profits Commission Act 2012 (ACNC). Australian Accounting standards are applied, including AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities.

No transitional adjustments have been made for the change to general purpose financial statements. The comparative values are, therefore, unchanged from last year's financial statements, although certain comparative amounts have been reclassified to conform to the current year's presentation.

The financial statements were approved by the Executive Committee on the date of signing the Statement by the Executive Committee, which can be found on page 1 of these financial statements.

#### (b) Basis of measurement and functional currency

The financial statements have been prepared on the historical cost basis and they do not consider changing money values or, except where specifically stated, current valuations of non-current assets.

These financial statements are presented in Australian dollars, which is the Association's functional currency.

#### (c) Use of estimates and judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the financial statements are described in the following notes:

- Note 3d – Lease liabilities
- Note 10 – Property, plant and equipment
- Note 14 - Contingencies

## Notes to the Financial Statements

For the Year Ended 30 June 2023

### 3. Significant Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements unless otherwise stated. Certain comparative amounts may have been reclassified to conform to the current year's presentation.

#### (a) Cash and cash equivalents

Cash and cash equivalents comprise cash balances and term deposits with maturities of four months or less from acquisition date that are subject to insignificant risk of changes in fair value.

#### (b) Trade and other receivables

Trade receivables are stated at cost less any impairment losses.

#### (c) Property, plant and equipment

Items of property, plant and equipment are measured at historical cost less, where applicable, any accumulated depreciation or impairment write-offs.

Depreciation is calculated on a straight-line basis over the useful economic lives of the assets, commencing from the time the asset is held ready for use. The depreciation methods, useful lives and residual values of all fixed assets are reviewed, and adjusted if appropriate, at each reporting date.

The estimated useful economic lives for the current and comparative periods are as follows:

- Computers 2.5 years
- Motor vehicles 4 to 10 years
- Office equipment 2.5 to 10 years
- Plant and equipment 2.5 to 5 years
- Leasehold improvements - the remaining life of the lease (but see Note d below)

#### (d) Leases

##### *Short term leases and leases of low value assets*

The Association has elected not to recognise right-of-use assets and lease liabilities for leases of low value assets and short term leases. The Association had one low value operating lease, for a printer/photocopier, throughout the year and the lease payments are recognised as an expense on a straight-line basis over the lease term.

##### *Concessionary Property Lease*

The Association values concessionary leases at cost, using the AASB option available to private not-for-profit associations. At the date of this report, however, the Association does not have a signed lease agreement in place.

The Association has leased lots 1 and 6 and part lot 9000 of Horley Road, Beckenham, WA 6107 from the Western Australian Planning Commission (WAPC) for around twenty years. The lessor last accepted the Association's request for an extension of the undated peppercorn lease agreement and signed a "Deed of Extension of Lease" in 2017. That deed extended the agreement five years, covering 1<sup>st</sup> January 2017 to 31<sup>st</sup> December 2021.

WAPC has proposed a new five-year peppercorn lease agreement to be backdated to 1<sup>st</sup> January 2022. Lease negotiations remain ongoing, however, and we have sought legal advice on the proposed terms and conditions of the lease agreement. Once the lease negotiations are completed, the Solicitor General's final approval will be required, so finalisation of the lease will be delayed.

Given the uncertainty of our lease arrangements at the date of this report, the Association has prudently fully depreciated related leasehold assets held as at 30<sup>th</sup> June 2023. See Note 10 for further details.

#### (e) Financial liabilities - including trade and other payables

Trade and other payables represent the liabilities outstanding at the end of the reporting period for goods and services received by the Association during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability. A financial liability is no longer recognised when it is extinguished, discharged, cancelled, or expires.

## Notes to the Financial Statements

### For the Year Ended 30 June 2023

#### (f) Income tax

The Association is exempt from income tax under the terms of Section 50(5) of the Income Tax Assessment Act 1997.

#### (g) Employee benefits

Short term employee benefits are benefits that are expected to be settled wholly within 12 months after the employees render the related service and are measured at the undiscounted amounts expected to be paid when the liabilities are settled. Long term employee benefits are benefits not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are measured at the expected future payments to be made to employees based on the current rates of remuneration. The Association presents employee obligations as current when there is no right to defer settlement for 12 months irrespective of when settlement is expected.

Contributions are made to employee nominated superannuation funds and are charged as expenses when incurred. The Association has no other legal obligations to provide other benefits to employees on retirement.

#### (h) Long service leave

The liability for long service leave is recognised and measured at the estimated cash flows to be made in respect of all employees at the reporting date. Current pay rates are used to determine the estimated cash flows.

#### (i) Revenue and other income

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliability measured. All revenue is stated net of the amount of GST.

Key Australian Accounting Standards applied include AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities.

##### **Government grant for capital works**

During the year the Association received a Western Australian government grant for capital works. The capital works were completed during the year and at year end no further funds were receivable.

##### **Government operating grants**

Several of the Association's programs are supported by grants received from State and/or local governments to support the Association's activities and operations. Where there are conditions attached to a grant which must be satisfied before the Association is eligible to receive/retain the contribution, recognition of the grant as revenue is deferred until those conditions are satisfied.

##### **Revenue from customers**

Revenue from contracts, including grants, with sufficiently specific performance obligations is recognised using the five-step process:

- identify the contract;
- identify the performance obligations;
- determine the transaction price;
- allocate the transaction price to the performance obligations; and
- recognise revenue when the performance obligations are satisfied.

In the year, recoverable contract costs incurred in meeting contract performance obligations are recognised as a work in progress asset in accordance with AASB 15. The expenses are recognised when the associated performance obligation(s) is met. In the comparative period, however, such costs were expensed as incurred and the related unearned revenue balances were reduced to reflect the work undertaken on the contract. The impact of the changes in treatment is a \$418K increase in the other asset, work in progress, balance as at 30<sup>th</sup> June 2023 to \$452K (see Note 9) and no overall impact on profit, with the revenue from contracts with customers recognised in the year and expenses being reduced by the same amount (Note 4a).

## Notes to the Financial Statements

*For the Year Ended 30 June 2023*

### **Donations, gifts and bequests**

Revenue from donations, gifts and bequests is recognised upon SERCUL establishing the right to entitlement.

### **Interest income**

Interest is recognised using the effective interest method, which for floating rate financial assets, is the rate inherent in the instrument.

### **Volunteer services**

The Association has elected not to recognise volunteer services as either revenue or other forms of contribution received, as it cannot reliably measure the fair value of these services. As such, any related consumption or capitalisation of such sources is also not recognised.

### **(j) Goods and services tax (GST)**

SERCUL is registered for GST. Revenue, 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 (ATO).

Receivables and payables are inclusive of the amount of GST receivable or payable. Other current assets and other current liabilities are stated exclusive of GST. Cash flows are included in the Statement of Cash Flows on a net basis.

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.

## **4 Revenue and other income**

	<b>2023</b>	<b>2022</b>
	\$	\$
<b>(a) Revenue from contracts with customers</b>		
Grants and Partners	927,037	1,293,237
Landcare Services	1,224,023	1,126,815
Other services	333,908	231,952
<b>Total revenue from contracts with customers</b>	<b>2,484,968</b>	<b>2,652,004</b>
<b>(b) Interest and investment income</b>		
Interest	22,027	3,442
Gain on sale/disposal property, plant and equipment	663	0
<b>Total interest and investment income</b>	<b>22,690</b>	<b>3,442</b>
<b>(c) State Government grant</b>	<b>100,000</b>	<b>0</b>
Western Australia Government grant		
<b>(d) Other income from ordinary activities</b>		
Donations	4,965	0
Other income	6,043	5,208
<b>Total other income from ordinary activities</b>	<b>11,008</b>	<b>5,208</b>

In the year, recoverable costs incurred in meeting contract performance obligations are recognised as a work in progress asset, in accordance with AASB 15. In the comparative period, however, such costs were expensed as incurred and matching revenue was recognised to reflect the work completed towards the contract. The impact of the change is a reduction in revenue from contracts with customers (Note (a) above) recognised in the current year of \$418K with a corresponding reduction of expenses and an increase in the other asset, work in progress, balance as at 30<sup>th</sup> June 2023, from \$34K to \$452K (Note 9).

## Notes to the Financial Statements

### For the Year Ended 30 June 2023

#### 5 Direct costs

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Grants and Partners delivery	348,393	689,770
Landcare Services delivery	797,224	706,672
Other services delivery	283,231	324,910
Vehicle operations	65,071	76,425
Other operation wage costs	273,725	295,489
Operational depreciation costs	27,249	52,922
<b>Total direct costs</b>	<b>1,794,893</b>	<b>2,146,188</b>

#### 6 Surplus includes the following specific expenses:

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Depreciation (non-operational assets)	<b>126,642</b>	<b>14,453</b>

#### 7 Cash and cash equivalents

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Cash on hand	369	300
Cash at bank	1,321,855	709,727
Term deposits – term up to 3 months	0	1,702,100
Term deposits – term over 3 months	810,000	0
<b>Total cash and cash equivalents</b>	<b>2,132,224</b>	<b>2,412,127</b>

#### 8 Trade receivables

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Trade receivables	<b>593,052</b>	<b>212,582</b>

Trade receivables are non-interest bearing and are generally due for payment within 30 days of the invoice date.

#### 9 Other assets

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Work in progress	452,385	31,103
Prepaid insurance/registration expenses	115,553	101,790
Uninvoiced income	3,877	1,193
Deferred expense	300	300
<b>Total other assets</b>	<b>572,115</b>	<b>134,386</b>

In the year, recoverable contract costs incurred in meeting contract performance obligations are recognised as a work in progress asset in accordance with AASB 15. In the comparative period, however, such costs were expensed as incurred and the related unearned revenue balances were reduced to reflect the work undertaken on the contract. The changed treatment leads to a \$418K increase in the other asset, work in progress, balance as at 30th June 2023, from \$34K to \$452K and no overall impact on profit in the year to 30 June 2023, given the reduction in revenue from contracts with customers recognised in the year and expenses of the same amount (Note 4a).



## Notes to the Financial Statements

### For the Year Ended 30 June 2023

#### 10 Property, plant and equipment

	Motor vehicles	Plant & Equipment	Leasehold Improvements	Office equipment	Total
<b>Balance at 1 July 2022:</b>					
Gross carrying amount	242,223	136,405	68,671	7,520	454,819
Accumulated depreciation and impairment losses	(191,841)	(89,588)	(68,671)	(7,520)	(357,620)
<b>Net carrying amount at 1 July 2022</b>	<b>50,383</b>	<b>46,817</b>	<b>0</b>	<b>0</b>	<b>97,199</b>
Additions	95,238		126,642		221,879
Depreciation	(10,237)	(17,012)	(126,642)		(153,890)
Disposals: gross carrying amount	(21,164)			(3,000)	(24,164)
Disposals depreciation offset	21,145			3,000	24,145
<b>Net carrying amount at 30 June 2023</b>	<b>135,365</b>	<b>29,805</b>	<b>0</b>	<b>0</b>	<b>165,170</b>
<b>Balance at 30 June 2023:</b>					
<b>Gross carrying value</b>	<b>316,297</b>	<b>136,405</b>	<b>195,313</b>	<b>4,520</b>	<b>652,534</b>
<b>Accumulated depreciation and impairment losses</b>	<b>(180,932)</b>	<b>(106,600)</b>	<b>(195,313)</b>	<b>(4,520)</b>	<b>(487,365)</b>
<b>Net carrying amount at 30 June 2023</b>	<b>135,365</b>	<b>29,805</b>	<b>0</b>	<b>0</b>	<b>165,170</b>

Note the \$126,642 depreciation of the Association's leasehold assets in the year, leading to a nil balance for the net carrying amount for this asset class at year end. Given the uncertainty of our lease arrangements at the date of this report (see Note 3d), the Association has prudently fully depreciated all of its related leasehold assets at year end, including the capital works undertaken and completed just before the end of the year. This treatment has increased the current year's depreciation of this asset class by \$126.6K.

#### 11 Trade and other payables

	2023 \$	2022 \$
<b>Current</b>		
Trade payables	46,875	106,739
Accrued expenses	36,313	6,049
Credit cards	2,668	2,602
Provisions for audits	9,750	2,000
PAYG withholdings payable	37,712	27,313
GST/BAS payable	70,807	76,481
Accrued wages	106,052	54,681
Superannuation payable	43,024	35,790
<b>Total trade and other payables</b>	<b>353,201</b>	<b>311,655</b>

Trade payables are non-interest bearing and are generally due for payment within 30 days of the invoice.

## Notes to the Financial Statements

### For the Year Ended 30 June 2023

#### 12 Provisions

	2023	2022
	\$	\$
<b>(a) Current payroll provisions</b>		
Provision for annual leave	82,425	101,663
Provision for long service leave	50,772	80,023
Provision for personal leave	9,408	10,758
<b>Total current payroll provisions</b>	<b>142,605</b>	<b>192,444</b>
<b>(b) Non-current provision for long service leave</b>	<b>14,048</b>	<b>16,468</b>

#### 13 Other liabilities

	2023	2022
	\$	\$
<b>(a) Current</b>		
Contract liabilities unearned revenue - grants	1,330,342	1,045,814
Contract liabilities unearned revenue - other	404,760	265,258
Other	0	3,838
<b>Total current other liabilities</b>	<b>1,735,102</b>	<b>1,314,910</b>
<b>(b) Non-current contract liabilities unearned revenue</b>	<b>18,860</b>	<b>0</b>

#### 14 Contingent assets and liabilities

The Association has no contingent assets or liabilities as at 30<sup>th</sup> June 2023 (30<sup>th</sup> June 2022: nil).

#### 15 Commitments

The Association has no commitments for expenditure at 30<sup>th</sup> June 2023 other than those already disclosed in these financial statements (30<sup>th</sup> June 2022: nil).

#### 16 Auditor's remuneration

	2023	2022
	\$	\$
Audit of financial statements	7,500	6,570
Total paid to HTG Partners		

## Notes to the Financial Statements

### For the Year Ended 30 June 2023

#### 17 Cash flow information

##### Reconciliation of surplus for the year to cash flows from operating activities

	2023	2022
	\$	\$
<b>Surplus for the year</b>	<b>177,929</b>	<b>83,591</b>
Cash flows excluded from surplus attributable to operating activities:		
- State Government grant for capital works	(100,000)	0
Non-cash flows in surplus:		
- depreciation	153,891	67,376
- (profit)/loss on sale of fixed assets	(663)	0
<b>Adjustments for changes in assets and liabilities:</b>		
- (increase)/decrease in trade and other receivables	(380,470)	206,343
- (increase)/decrease in other assets	(437,729)	(38,840)
- increase/(decrease) in trade and other payables	41,544	(55,657)
- increase/(decrease) in provisions for employee benefits	(52,260)	10,184
- increase/(decrease) in other liabilities	439,052	447,433
<b>Net cash flow from operating activities</b>	<b>(158,706)</b>	<b>720,428</b>

#### 18 Events occurring after the reporting date

No matters or circumstances have arisen in the period from 30<sup>th</sup> June to the date of this report that will have a material effect on the operations of the Association, the results of those operations, or the state of affairs of the Association in future financial years.

#### 19 Economic dependence

The Association is dependent on various government agencies for significant revenue used to operate the business. At the date of this report the Executive Committee has no reason to believe the agencies will not continue to support the Association.

#### 20 Key Management Personnel Remuneration

The key management personnel compensation included in Administration and general expenses was \$118,517 for the year to 30 June 2023. The number of employees defined as key management personnel was 2 during the financial year (2022: 1).

The Executive Committee of the Association are not remunerated for their roles on the Committee.



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