



WOMEN'S HEALTH
AND WELLBEING
Barwon South West Inc.

FINANCIAL STATEMENTS

Year Ended June 30, 2020

**WOMEN'S HEALTH AND WELLBEING
BARWON SOUTH WEST INC.**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

**WOMEN'S HEALTH AND WELLBEING
BARWON SOUTH WEST INC.**

TABLE OF CONTENTS

Financial Report	
Comprehensive Income Statement	3
Balance Sheet	4
Statement of Changes in Equity	5
Cash Flow Statement	6
Notes to the Financial Statements	7 - 9
Certificate by Members of the Board of Management	10
Independent Audit Report	11

**WOMEN'S HEALTH AND WELLBEING
BARWON SOUTH WEST INC.
COMPREHENSIVE INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2020**

	2020	2019
	\$	\$
INCOME		
Government Grants	883,774	920,125
Other Grant Income	32,196	71,701
Interest	6,068	12,085
Sundry Income	47,056	20,542
Profit on Sale of Assets	-	12,727
	<hr/>	<hr/>
TOTAL INCOME	969,094	1,037,180
EXPENDITURE		
Advertising	28	2,175
Audit & Legal Fees	2,065	2,480
Bank Fees	-	75
Board Expenses	12,416	29,858
Branding & Web Design	80	3,603
Depreciation Expense	22,844	12,804
Financial Management	17,290	12,376
HR & Other Staff Costs	34,645	-
IT Infrastructure & Support	12,756	9,900
Memberships & Subscriptions	2,222	5,828
Minor Equipment & Furniture	1,723	4,175
Motor Vehicle Operating costs	9,802	11,077
Occupancy Expenses	71,258	77,909
Postage	261	737
Printing & Stationary	4,353	9,512
Program Expenses	33,541	192,545
Staff Recruitment costs	1,326	23,705
Salaries and related costs	677,640	829,827
Staff Development	5,316	15,149
Strategic Governance & Development	5,559	-
Telephone & Internet	10,398	11,688
Travel Expenses	5,803	18,075
	<hr/>	<hr/>
TOTAL EXPENDITURE	931,326	1,273,498
NET OPERATING SURPLUS/DEFICIT	37,768	(236,318)
COMPREHENSIVE RESULT	37,768	(236,318)

The accompanying notes form part of these financial statements

**WOMEN'S HEALTH AND WELLBEING
BARWON SOUTH WEST INC.
BALANCE SHEET
AS AT 30 JUNE 2020**

	Note	2020 \$	2019 \$
CURRENT ASSETS			
Cash and cash equivalents	2	152,673	202,095
Financial Assets	3	223,309	220,411
Other Assets	4	11,836	16,935
TOTAL CURRENT ASSETS		<u>387,818</u>	<u>439,441</u>
NON-CURRENT ASSETS			
Property, plant and equipment	5	58,065	79,551
TOTAL NON-CURRENT ASSETS		<u>58,065</u>	<u>79,551</u>
TOTAL ASSETS		<u>445,883</u>	<u>518,992</u>
CURRENT LIABILITIES			
Trade and other payables	6	99,824	141,468
Leave Entitlements	7	9,647	26,587
TOTAL CURRENT LIABILITIES		<u>109,471</u>	<u>168,055</u>
NON-CURRENT LIABILITIES			
Leave Entitlements	7	5,915	21,251
TOTAL NON-CURRENT LIABILITIES		<u>5,915</u>	<u>21,251</u>
TOTAL LIABILITIES		<u>115,386</u>	<u>189,306</u>
NET ASSETS		<u>330,497</u>	<u>329,686</u>
ACCUMULATED FUNDS			
Accumulated surplus		<u>330,497</u>	<u>329,686</u>
TOTAL EQUITY		<u>330,497</u>	<u>329,686</u>

The accompanying notes form part of these financial statements

**WOMEN'S HEALTH AND WELLBEING
BARWON SOUTH WEST INC.
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2020**

	Note	2020 \$	2019 \$
Total equity at the beginning of the financial year		329,686	566,004
Changes in accounting policies due to adoption of AASB 15	8	(36,957)	-
Restated balance at 30 June 2019		<u>292,729</u>	<u>566,004</u>
Comprehensive Result		37,768	(236,318)
Total equity at the end of the financial year		<u><u>330,497</u></u>	<u><u>329,686</u></u>

The accompanying notes form part of these financial statements

**WOMEN'S HEALTH AND WELLBEING
BARWON SOUTH WEST INC.
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2020**

	Note	2020 \$	2019 \$
Cash Flow from Operating Activities			
Grant receipts		849,970	902,791
Interest received		10,125	13,494
Sundry Income		48,098	36,276
Payment to suppliers and employees		<u>(953,359)</u>	<u>(1,279,311)</u>
Net cash provided by / (used in) operating activities	9(b)	<u>(45,166)</u>	<u>(326,750)</u>
Cash Flow from Investing Activities			
Cash provided (used) for investing activities		(2,898)	126,809
Proceeds from property, plant & equipment		-	12,727
Payments for Property, Plant and Equipment		<u>(1,358)</u>	<u>(71,928)</u>
Net Cash used in investment activities		<u>(4,256)</u>	<u>67,608</u>
Net increase in cash held		(49,422)	(259,142)
Cash and cash equivalents held at beginning of year		<u>202,095</u>	<u>461,237</u>
Cash and cash equivalents held at end of year	9(a)	<u><u>152,673</u></u>	<u><u>202,095</u></u>

The accompanying notes form part of these financial statements

**WOMEN'S HEALTH AND WELLBEING
BARWON SOUTH WEST INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a special purpose financial report prepared in order to satisfy the requirements of the *Association Incorporation Reform Act 2012* and the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the funding requirements of funding bodies. The Board of Management has determined that the association is not a reporting entity.

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

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

(a) Income Tax

The association is exempt from income tax.

(b) Depreciation of Property, Plant & Equipment

Plant, Equipment and Motor Vehicles are included at cost less their accumulated depreciation and impairment losses.

The depreciable amount of all fixed assets is depreciated on a straight line basis over their useful lives commencing from the time the asset is held ready for use. The depreciation rates used were 10% -33%.

(c) Employee Benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for long service leave not expected to be settled within 12 months of the reporting date are measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures and year's of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Long Service Leave Portability

Employees entitled to the long service leave portability scheme will have their Long Service Leave entitlement held by the scheme from the 1 July 2019. If the employee is not entitled to the scheme, their benefit will be calculated per the short-term and other long-term employee benefits.

(d) Leases

At inception of a contract, the Association assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and corresponding lease liability are recognised by the Association where the Association is a lessee. However, all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

(e) Cash and cash equivalents

For the purposes of the Cash Flow statement, cash includes cash on hand, at banks and on deposit.

(f) Comparatives

Where necessary the presentation of the prior year figures has been adjusted to conform with the presentation of the current year figures.

(g) Revenue and Other Income

The association has applied AASB 15: Revenue from Contracts with Customers (AASB 15) and AASB 1058: Income of Not-for-Profit Entities (AASB 1058) using the cumulative effective method of initially applying AASB 15 and AASB 1058 as an adjustment to the opening balance of equity at 1 July 2019. Therefore the comparative information has not been restated and continues to be presented under AASB 18: Revenue and AASB 1004: Contributions.

Operating Grants

When the association receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the association:

- identifies each performance obligation relating to the grant
- recognises a contract liability for its obligations under the agreement
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards;
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from contract with customer)
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

Interest Income

Interest income is recognised using the effective interest method.

**WOMEN'S HEALTH AND WELLBEING
BARWON SOUTH WEST INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Accounts payable

Accounts payable represents the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(i) Accounting Standards and Interpretations

As at 30 June 2020, new accounting standards and interpretations have been issued by AASB but are not yet effective. These standards have not been adopted in the preparation of the financial statements at reporting date and their impact will be immaterial in future accounting periods.

	2020 \$	2019 \$
NOTE 2: CASH AND CASH EQUIVALENTS		
Operating Account	126,987	22,821
Debit Card Account	1,753	2,568
Investment Accounts	23,933	176,706
	<u>152,673</u>	<u>202,095</u>
NOTE 3: FINANCIAL ASSETS		
Term Deposits > 3 months	223,309	220,411
	<u>223,309</u>	<u>220,411</u>
NOTE 4: OTHER ASSETS		
Sundry Debtors	7,608	6,150
Accrued Interest	1,160	5,217
Prepayments	3,068	5,568
	<u>11,836</u>	<u>16,935</u>
NOTE 5: PROPERTY, PLANT & EQUIPMENT		
Leasehold Improvements	21,709	21,709
Less: accumulated depreciation	(20,881)	(18,367)
	828	3,342
Motor Vehicles	66,136	66,136
Less: accumulated depreciation	(16,271)	(3,008)
	49,865	63,128
Equipment & Furniture	52,722	51,364
Less: accumulated depreciation	(45,350)	(38,283)
	7,372	13,081
	<u>58,065</u>	<u>79,551</u>
NOTE 6: TRADE AND OTHER PAYABLES		
Trade Creditors	3,292	-
Accrued Expenses	80,600	54,188
GST & PAYG Payable	15,932	21,280
Grants in Advance	-	66,000
	<u>99,824</u>	<u>141,468</u>
NOTE 7 : LEAVE ENTITLEMENTS		
Annual Leave	9,647	26,587
Long Service Leave	5,915	21,251
	<u>15,562</u>	<u>47,838</u>

**WOMEN'S HEALTH AND WELLBEING
BARWON SOUTH WEST INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

NOTE 8 : CHANGES IN ACCOUNTING POLICY AND REVISION OF ESTIMATES

Women's Health and Wellbeing Barwon South West Inc has applied the transitional provision of AASB 15, under modified retrospective method with the cumulative effect of initially applying this standard against the opening retained earnings at 1 July 2019. Under this transition method, Women's Health and Wellbeing Barwon South West Inc applied this standard retrospectively only to contracts that are not 'completed contracts' at the date of initial application.

The impact on the Balance Sheet due to the adoption of AASB15 was an increase to deferred revenue of \$36,957 and decrease to accumulated funds of \$36,957 as at 1 July 2019. This amount represents the deferred revenue from an auspice arrangement.

	2020	2019
	\$	\$
NOTE 9 : CASH FLOW INFORMATION		
(a) Reconciliation of cash		
Cash at the end of the financial year as shown in the Cash Flow Statement is reconciled to the related items in the Balance Sheet as follows:	152,673	202,095
Cash and Cash Equivalents	<u><u>152,673</u></u>	<u><u>202,095</u></u>
(b) Reconciliation of net cash provided by operating activities to net operating surplus/(deficit)		
Net Operating result for the year	37,768	(236,318)
Non cash flows in operating result;		
Depreciation	22,844	12,804
(Profit)/loss on sale of assets	-	(12,727)
Total non-cash flows in operating result	<u>22,844</u>	<u>77</u>
Change in assets and liabilities		
(Decrease)/Increase in payables	(78,601)	(95,280)
(Decrease)/Increase in leave entitlements	(32,276)	(12,372)
Decrease/(Increase) in other assets	<u>5,099</u>	<u>17,143</u>
	(105,778)	(90,509)
Cash Flows from Operating Activities	<u><u>(45,166)</u></u>	<u><u>(326,750)</u></u>

**WOMEN'S HEALTH AND WELLBEING
BARWON SOUTH WEST INC.
STATEMENT BY MEMBERS OF THE BOARD OF MANAGEMENT**

The Board of Management have determined that the association is not a reporting entity.

The Board of Management have determined that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

1. In the opinion of the committee of management the financial report as set out on pages 3 to 9, satisfy the requirements of the :
Australian Charities and Not-for-profits Commission Act 2012 and:
 - a. comply with the Australian Accounting Standards applicable to the entity; and
 - b. gives a true and fair view of the financial position of Women's Health & Wellbeing Barwon South West Inc. as at 30 June 2020 and its performance for the year ended on that date.
2. There are reasonable grounds to believe that Women's Health & Wellbeing Barwon South West Inc. will be able to pay its debts as and when they fall due.

The statement is made in accordance with a resolution of the Board of Management and is signed for and on behalf of the board by:



Board Member



Board Member

Dated this 2nd day of October 2020

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF WOMEN'S HEALTH AND WELLBEING BARWON SOUTH WEST INC.

Opinion

We have audited the special purpose financial report of Women's Health and Wellbeing Barwon South West Inc. which comprises the balance sheet as at 30 June 2020 and the statement of comprehensive income, statement of changes in equity and cash flows statement for the year then ended, a summary of significant accounting policies, other explanatory notes and the statement by members of the board of management.

In our opinion, the financial report presents fairly, in all material respects the financial position of Women's Health and Wellbeing Barwon South West Inc. as of 30 June 2020 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

Basis of 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 Women's Health and Wellbeing Barwon South West Inc. in accordance with 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, and we have 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.

Emphasis of Matter – Basis of Accounting

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 for the purposes fulfilling the boards' financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

Responsibilities of Management and Those Charged with Governance for the Financial Report

The board of management are 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 appropriate to meet the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and are appropriate to meet the needs of the members. The boards' 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 Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole 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 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 on the basis of this financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement in the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to audit 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 Women's Health and Wellbeing Barwon South West Inc.'s internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Women's Health and Wellbeing Barwon South West Inc. ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Women's Health and Wellbeing Barwon South West Inc. cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Independence

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

McLaren Hunt

MCLAREN HUNT
AUDIT AND ASSURANCE

N.L. McLean

N.L. MCLEAN
PARTNER

Dated at Warrnambool; 03 October 2020