

Wandi Progress Association of WA (Inc.)

Treasurer's Report for the year ended 30 June 2018

Financial Situation

Wandi Progress Association began the financial year with equity of \$119,662. An operating surplus of \$14,028 has been recorded for the year ended 30 June 2018 resulting in closing equity of \$133,690.

Income

Income totalled \$48,561, the majority of which was generated from hire fees for the hall and facilities (\$38,736). Donations and grants were the next biggest contributor with funding received from the City of Kwinana for the First Aid Course held on 14th October 2017 (\$5,000) and the annual Neighbour Day event held on 25th March 2018 (\$3,200).

Expenses

Expenditure for the period totalled \$34,533 with the main costs incurred relating to the cleaning and maintenance of the facilities (\$9,737), depreciation on assets capitalised (\$6,270), costs incurred in relation to the Community First Aid Course (\$5,469 – for which a \$5,000 donation was received from the City of Kwinana), long term maintenance on the facilities including painting and electrical work (\$4,701) and costs incurred in relation to hosting the Neighbours Day event (\$4,205 – for which a \$3,200 donation was received from the City of Kwinana).

Property & Equipment

Assets totalling \$9,057 were capitalised during the period relating to an alarm system upgrade, curtains in the Pavilion and a new pressure pump.

All property and equipment has been depreciated in accordance with the Associations accounting policies which accompany the attached financial statements.

With work complete on the Pavilion the remaining balance of the building fund (\$1,900) will be transferred back to the main bank account in the new financial year.

The building maintenance fund was increased to \$20,000 in anticipation of long-term maintenance to be completed. During the current financial year funds have been utilised to paint the main Hall, with a balance of \$17,108 at 30 June 2018.

Audit

Francis A Jones has completed the audit of WPA accounts for the year ended 30 June 2018 and the audit statement is attached. An audit of the accounts is required to comply with the constitution and provides good governance, but is not required under the Associations Incorporation Act 2015.

For the coming financial year I propose that the Committee be permitted to survey the market and engage an alternate audit firm if they are satisfied that the service provided will be of the same quality as currently received but under more competitive terms.

Amanda Marshall

Treasurer

WANDI PROGRESS ASSOCIATION

c/- 21 DRYSDALE GARDENS, WANDI, WA

As at 30 June 2018

	30-Jun 2018	30-Jun 2017
ASSETS		
Property & Equipment at cost	66,615	57,558
Less: Accumulated Depreciation	(14,263)	(7,993)
Property & Equipment	<u>52,351</u>	<u>49,565</u>
WPA	56,693	58,485
Landcare Group Fund	5,572	5,549
Building Project Fund	1,900	3,566
Building Maintenance Fund	17,108	8,373
Deposits held	505	485
Cash at bank	<u>81,779</u>	<u>76,458</u>
GST Asset	64	-
Total Assets	<u>134,194</u>	<u>126,023</u>
LIABILITIES		
Deposits held	505	485
GST Liability	-	1,331
Grants in advance	-	4,545
Total Liabilities	<u>505</u>	<u>6,361</u>
NET ASSETS	<u>133,690</u>	<u>119,662</u>
EQUITY		
Retained Earnings	119,662	119,571
Plus: Surplus	14,028	91
Total Equity	<u>133,690</u>	<u>119,662</u>

WANDI PROGRESS ASSOCIATION

c/- 21 DRYSDALE GARDENS, WANDI, WA

1 July 2017 to 30 June 2018

	Year ended 30 June 2018	Period ended 30 June 2017
RECEIPTS		
Memberships	86	382
Hall & Facility Hire	38,736	14,981
Tennis Court Hire	586	282
Grants, Donations, Sponsorships	8,289	2,091
Bank Interest, Financial, etc	844	531
Warbler Advertising	18	36
Total Income	<u>48,561</u>	<u>18,303</u>
PAYMENTS		
Hall & Community Centre	9,737	5,142
Audit Fees	800	1,200
Depreciation	6,270	2,662
Insurance	2,210	1,505
Phone, Post, Print, Stationery	708	636
Neighbours Day	4,205	3,355
Long term maintenance	4,701	3,712
First Aid Course	5,469	-
Tennis Courts	431	-
Bank Fees	2	-
Total Expense	<u>34,533</u>	<u>18,212</u>
NET SURPLUS	<u>14,028</u>	<u>91</u>

WANDI PROGRESS ASSOCIATION OF WA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

Note 1: Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act WA. The committee has determined that the association 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 the financial report.

a) Income Tax

The association is not liable for income tax on member income in accordance with the principle of mutuality, or by exempt taxation status. Non-member income of non-exempt entities is subject to taxation at corporate rates.

b) Property, Plant and Equipment

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortized over the estimated useful lives of the improvements.

c) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

d) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

WANDI PROGRESS ASSOCIATION OF WA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

e) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

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

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

All revenue is stated net of the amount of goods and services tax (GST).

f) 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 Tax 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 assets and liabilities statement are shown inclusive of GST.

Note 2: Change in Year End

The association elected to change the financial year end from 31 December to 30 June, effective 1 January 2017. To transition these statements present the associations activities for the six month period 1 January 2017 to 30 June 2017, and the twelve month period 1 July 2017 to 30 June 2018.

WANDI PROGRESS ASSOCIATION OF WA INC.

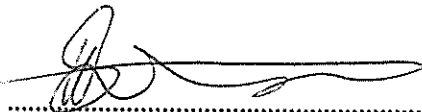
STATEMENT BY MEMBERS OF THE COMMITTEE

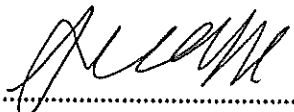
The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial report as set out on pages 2 to 4:

1. Presents a true and fair view of the financial position of Wandi Progress Association of Western Australia Inc. as at 30 June 2018 and its performance for the period ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the Wandi Progress Association of Western Australia Inc. will be able to pay its debts as and when they fall due.

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

President


Treasurer


Dated 29/09/2018

INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF THE WANDI PROGRESS ASSOCIATION.

Qualified Opinion

In our opinion, except for the effects on the financial report of such adjustments, if any, as might have been required had the limitation on our audit procedures referred to in the qualification paragraph not existed, the financial report presents fairly the financial position of Wandi Progress Association at 30th June 2018 and the results of its operations for the period 1 July 2017 to 30 June 2018.

Basis for Qualified Opinion

Receipts from donations are a significant source of revenue for the Wandi Progress Association. The Wandi Progress Association has determined that it is impracticable to establish control over the collection of revenue prior to entry in its financial records. Accordingly, as the evidence available to us regarding revenue from these sources was limited, our audit procedures with respect to revenue had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion on whether donations obtained by the Wandi Progress Association are complete.

Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Wandi Progress Association to meet the requirements of Australian Accounting Standards and Associations Incorporation Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

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

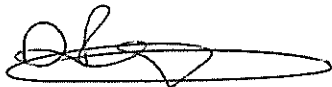
Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and Associations Incorporation Act and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Association 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 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 the financial report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.



Daniel Papaphotis CPA

Registered Company Auditor

- 410503

154 High Street

Fremantle WA 6160

Dated this 20th day of September 2018