

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

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FOR THE YEAR ENDED 30 JUNE 2020

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WESTERN SYDNEY COMMUNITY FORUM INC
ABN: 15 171 624 226

AUDITOR'S INDEPENDENCE DECLARATION

FOR THE YEAR ENDED 30 JUNE 2020

We declare that, to the best of our knowledge and belief, during the year ended 30 June 2020, there have been:

- (i) no contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

National Audits Group Pty Ltd
Authorised Audit Company



Steven J Watson
Managing Director

Dated: 9 November 2020

SYDNEY

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020	2019
		\$	\$
Revenue	5	1,229,856	1,139,593
Less: expenses			
Contractors and consultants		19,697	6,920
Depreciation		107,965	-
IT expenses		18,018	19,221
Lease interest expense		10,872	-
Other expenses		91,393	276,890
Professional fees		29,710	28,103
Employee benefits expense		852,283	751,046
Surplus before income tax		99,918	57,413
Income tax expense		-	-
Total comprehensive income for the year		99,918	57,413

The accompanying notes form part of these financial statements.

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2020

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	755,493	587,952
Trade and other receivables	7	70,089	26,606
Other assets	8	20,069	16,296
TOTAL CURRENT ASSETS		<u>845,651</u>	<u>630,854</u>
Property, plant and equipment	9	18,237	-
Right-of-use assets	10	187,593	-
TOTAL NON-CURRENT ASSETS		<u>205,830</u>	<u>-</u>
TOTAL ASSETS		<u>1,051,481</u>	<u>630,854</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	11	104,338	107,788
Employee benefits	13	110,594	86,474
Lease liabilities	12	115,470	-
Contract liabilities	14	109,414	99
TOTAL CURRENT LIABILITIES		<u>439,816</u>	<u>194,361</u>
NON-CURRENT LIABILITIES			
Employee benefits	13	22,232	27,924
Lease liabilities	12	80,946	-
Other liabilities	14	107,548	107,548
TOTAL NON-CURRENT LIABILITIES		<u>210,726</u>	<u>135,472</u>
TOTAL LIABILITIES		<u>650,542</u>	<u>329,833</u>
NET ASSETS		<u>400,939</u>	<u>301,021</u>
EQUITY			
Retained surplus		400,939	301,021
TOTAL EQUITY		<u>400,939</u>	<u>301,021</u>

The accompanying notes form part of these financial statements.

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2020

2020

	Retained Surplus	Total
	\$	\$
Balance at 1 July 2019	301,021	301,021
Surplus attributable to members	99,918	99,918
Balance at 30 June 2020	<u>400,939</u>	<u>400,939</u>

2019

	Retained Surplus	Total
	\$	\$
Balance at 1 July 2018	243,608	243,608
Surplus attributable to members	57,413	57,413
Balance at 30 June 2019	<u>301,021</u>	<u>301,021</u>

The accompanying notes form part of these financial statements.

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	324,670	316,894
Payments to suppliers and employees	(996,123)	(1,150,083)
Interest received	7,053	11,857
Receipts from government grants	960,191	870,369
Receipts from rental activities	-	5,000
Lease interest paid	(10,872)	-
Net cash provided by operating activities	<u>284,919</u>	<u>54,037</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	(21,207)	-
Net cash used in investing activities	<u>(21,207)</u>	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of lease liabilities	(96,171)	-
Net cash used in financing activities	<u>(96,171)</u>	<u>-</u>
Net increase in cash and cash equivalents held	167,541	54,037
Cash and cash equivalents at beginning of year	587,952	533,915
Cash and cash equivalents at end of financial year	<u>6</u> <u>755,493</u>	<u>587,952</u>

The accompanying notes form part of these financial statements.

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

The financial statements cover Western Sydney Community Forum Inc as an individual entity. Western Sydney Community Forum Inc is a not-for-profit Association, registered and domiciled in Australia.

The principal activities of the Association for the year ended 30 June 2020 were to lead and shape social policy and service delivery in the Western Sydney region by advocating for champion solutions that sustain community resilience, health and wellbeing.

The functional and presentation currency of Western Sydney Community Forum Inc is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 BASIS OF PREPARATION

In the opinion of those charged with Governance, the Association is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Associations Incorporation Act (NSW) 2009*.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

2 CHANGE IN ACCOUNTING POLICY

REVENUE FROM CONTRACTS WITH CUSTOMERS - ADOPTION OF AASB 15

The Association has adopted AASB 15 *Revenue from Contracts with Customers* and AASB 1058 *Income of Not-for-Profit Entities* for the first time in the current year with a date of initial application of 1 July 2019.

The Association has applied AASB 15 and AASB 1058 using the cumulative effect method which means the comparative information has not been restated and continues to be reported under AASB 111, AASB 118, AASB 1004 and related interpretations. All adjustments on adoption of AASB 15 and AASB 1058 have been taken to retained earnings at 1 July 2019.

The Association has assessed the impact on its financial statements and there is no material impact resulting from the application of AASB 15.

INCOME OF NOT-FOR-PROFIT ENTITIES - ADOPTION OF AASB 1058

AASB 1058 clarifies and simplifies the income recognition requirements that apply to not-for-profit entities, in conjunction with AASB 15. The requirements of AASB 1058 more closely reflect the economic reality of not-for-profit entity transactions that are not contracts with customers. The timing of recognition depends on whether such a transaction gives rise to a liability or other performance obligation.

AASB 1058 is effective for annual reporting periods beginning on or after 1 January 2019. The Company has assessed the impact on its financial statements and there is no material impact resulting from the application of AASB 1058.

LEASES - ADOPTION OF AASB 16

The Association has adopted AASB 16 *Leases* using the modified retrospective (cumulative catch-up) method from 1 July 2019 and therefore the comparative information for the year ended 30 June 2019 has not been restated and has been prepared in accordance with AASB 117 *Leases* and associated Accounting Interpretations. The impact of adopting AASB 16 is described below:

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

2 CHANGE IN ACCOUNTING POLICY CONTINUED

LEASES - ADOPTION OF AASB 16 CONTINUED

Association as a lessee

Under AASB 117, the Association assessed whether leases were operating or finance leases based on its assessment of whether the significant risks and rewards of ownership had been transferred to the Association or remained with the lessor. Under AASB 16, there is no differentiation between finance and operating leases for the lessee and therefore all leases which meet the definition of a lease are recognised on the statement of financial position (except for short-term leases and leases of low value assets).

The Association has elected to use the exception to lease accounting for short-term leases and leases of low value assets, and the lease expense relating to these leases are recognised in the statement of profit or loss on a straight line basis.

Practical expedients used on transition

AASB 16 includes a number of practical expedients which can be used on transition, the Association has used the following expedients:

- right-of-use assets at 1 July 2019 have been measured at an amount equal to the lease liability adjusted by the amount of any prepaid or accrued lease payments;
- a single discount rate was applied to all leases with similar characteristics;
- used hindsight when determining the lease term if the contract contains options to extend or terminate the lease;

Financial statement impact of adoption of AASB 16

The Association has recognised right-of-use assets of \$292,587 and lease liabilities of \$292,587 at 1 July 2019, for leases previously classified as operating leases.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Income Tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Revenue and other income

For the comparative year

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Association and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Grant Revenue

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the Company obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

WESTERN SYDNEY COMMUNITY FORUM INC

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

(b) Revenue and other income continued

When grant revenue is received whereby the Company incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income

Revenue from contracts with customers

For current year

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Association expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Generally the timing of the payment for rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Association have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Association are:

Grant revenue

Where grant income arises from an agreement which is enforceable and contains sufficiently specific performance obligations then the revenue is recognised when control of each performance obligations is satisfied. The performance obligations are varied based on the agreement but may include management of education events, vaccinations, presentations at symposiums. Each performance obligation is considered to ensure that the revenue recognition reflects the transfer of control and within grant agreements there may be some performance obligations where control transfers at a point in time and others which have continuous transfer of control over the life of the contract. Where control is transferred over time, generally the input methods being either costs or time incurred are deemed to be the most appropriate methods to reflect the transfer of benefit.

Interest revenue

Interest is recognised using the effective interest method.

Other income

Other income is recognised on an accruals basis when the Company is entitled to it

WESTERN SYDNEY COMMUNITY FORUM INC

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

(c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

(d) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(e) Leases

For comparative year:

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the life of the lease term.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

For current year:

At the lease commencement, the Association recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Association believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Association's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Association's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

(f) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

(g) Financial instruments

Financial instruments are recognised initially on the date that the Association becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification

On initial recognition, the Association classifies its financial assets into those measured at amortised cost.

Financial assets are not reclassified subsequent to their initial recognition unless the Association changes its business model for managing financial assets.

Amortised cost

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Association's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for financial assets measured at amortised cost

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECL, the Association considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Association's historical experience and informed credit assessment and including forward looking information.

The Association uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

WESTERN SYDNEY COMMUNITY FORUM INC

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

(g) Financial instruments continued

Financial assets continued

The Association uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Association in full, without recourse to the Association to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

Credit losses are measured as the present value of the difference between the cash flows due to the Association in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Association has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Association renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

Financial liabilities

The Association measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Association comprise trade payables, bank and other loans and lease liabilities.

(h) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

WESTERN SYDNEY COMMUNITY FORUM INC

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

Those charged with governance make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - provisions

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

Key estimates - receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

Key estimates - lease term

The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term. In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the Association's operations; comparison of terms and conditions to prevailing market rates; incurrence of significant penalties; existence of significant leasehold improvements; and the costs and disruption to replace the asset. The Association reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
5 REVENUE AND OTHER INCOME		
- DoH - CHSP	249,069	290,637
- FACS - Community builders	499,432	482,484
- Government stimulus	140,000	-
- Interest	7,053	11,857
- Other income	114,755	88,042
- Rental income	-	5,000
- Sponsorship	101,591	127,045
- Training	17,765	17,895
- Transport NSW	99,476	95,158
- ZEST	715	21,475
	<u>1,229,856</u>	<u>1,139,593</u>
6 CASH AND CASH EQUIVALENTS		
Cash on hand	300	300
Bank balances	755,193	587,652
	<u>755,493</u>	<u>587,952</u>
7 TRADE AND OTHER RECEIVABLES		
CURRENT		
Trade receivables	47,223	38,583
Provision for impairment	(9,475)	(14,920)
	<u>37,748</u>	<u>23,663</u>
Other receivables	32,341	2,943
	<u>70,089</u>	<u>26,606</u>
8 OTHER ASSETS		
CURRENT		
Prepayments	20,069	16,296

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
9 PROPERTY, PLANT AND EQUIPMENT		
Furniture, fixtures and fittings		
At cost	4,345	495
Accumulated depreciation	(1,143)	(495)
	3,202	-
Computer equipment		
At cost	35,586	28,228
Accumulated depreciation	(29,389)	(28,228)
	6,197	-
Office Fitout		
At cost	10,000	-
Accumulated depreciation	(1,162)	-
	8,838	-
	18,237	-

(a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Furniture, Fixtures and Fittings	Computer Equipment	Office Fitout	Total
	\$	\$	\$	\$
Year ended 30 June 2020				
Balance at the beginning of year	-	-	-	-
Additions	3,850	7,358	10,000	21,208
Depreciation expense	(648)	(1,161)	(1,162)	(2,971)
Balance at the end of the year	3,202	6,197	8,838	18,237

10 RIGHT-OF-USE ASSETS

Right-of-use assets	292,587	-
Accumulated depreciation	(104,994)	-
	187,593	-

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
11 TRADE AND OTHER PAYABLES		
CURRENT		
Trade payables	33,291	49,458
GST payable	28,912	29,391
PAYG withholding tax	17,166	9,408
Superannuation payable	24,969	19,531
	<u>104,338</u>	<u>107,788</u>
12 LEASE LIABILITIES		
CURRENT		
Lease liability	<u>115,470</u>	-
NON-CURRENT		
Lease liability	<u>80,946</u>	-
13 EMPLOYEE BENEFITS		
CURRENT		
Provision for annual leave	<u>110,594</u>	<u>86,474</u>
NON-CURRENT		
Provision for long service leave	<u>22,232</u>	<u>27,924</u>
14 CONTRACT LIABILITIES		
CURRENT		
Income received in advance	<u>59,414</u>	<u>99</u>
NON-CURRENT		
WSCF funds held	104,489	104,489
Other funds held	3,059	3,059
	<u>107,548</u>	<u>107,548</u>
15 AUDITORS' REMUNERATION		
Remuneration of the auditor National Audits Group Pty Ltd, for the:		
- audit and compilation of financial statements	<u>8,500</u>	<u>8,000</u>

WESTERN SYDNEY COMMUNITY FORUM INC

ABN: 15 171 624 226

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
16 CASH FLOW INFORMATION		
Reconciliation of net income to net cash provided by operating activities:		
Profit for the year	99,918	57,413
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	107,965	-
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(47,256)	29,951
- increase/(decrease) in trade and other payables	(3,452)	(27,997)
- (increase)/decrease in contract liabilities	109,315	(16,265)
- increase/(decrease) in employee benefits	18,428	10,935
Cashflows from operations	<u>284,919</u>	<u>54,037</u>

17 EVENTS AFTER THE END OF THE REPORTING PERIOD

The financial statements was authorised for issue on 27 Oct 2020 by those charged with governance.

In March 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a pandemic, which has been adversely impacting many industries. COVID-19 and its associated economic impacts remain uncertain. The Association continues to closely monitor developments with a focus on potential financial and operational impacts. The Directors, on the date of approving these financial statements, are of the view the effects of COVID-19 do not change the significant estimates, judgements and assumptions in the preparation of financial statements, however note that the situation is continuing to evolve.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

18 STATUTORY INFORMATION

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

Western Sydney Community Forum Inc

9/100 George Street

Parramatta NSW 2160

WESTERN SYDNEY COMMUNITY FORUM INC
ABN: 15 171 624 226

RESPONSIBLE PERSONS' DECLARATION

The responsible persons declare that in the responsible persons' opinion:

- there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Associations Incorporation Act (NSW) 2009*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.



Responsible person

Andy Marks



Responsible person

Ben Jackson

Dated: 9 November 2020

WESTERN SYDNEY COMMUNITY FORUM INC
ABN: 15 171 624 226

INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED 30 JUNE 2020

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Western Sydney Community Forum Inc, which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the responsible persons' declaration.

In our opinion the financial statements of Western Sydney Community Forum Inc has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 201* and the *Associations Incorporation Act (NSW) 2009*, including:

- i. giving a true and fair view of the Association's financial position as at 30 June 2020 and of its financial performance for the year ended; and
- ii. complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 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 Statements* 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* (ACNC Act) 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 statements 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.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements has been prepared for the purpose of fulfilling the Association's financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act). As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of Management for the Financial Statements

The Management of the Association is responsible for the preparation of the financial statements that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial statements is appropriate to meet the requirements of the ACNC Act and the needs of the members. Management's responsibility also includes such internal control as management determines is necessary to enable the preparation of a financial statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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Responsibilities of Management for the Financial Statements (continued)

In preparing the financial statements, management is responsible for assessing the 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 have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 statements.

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

- Identify and assess the risks of material misstatement of the financial statements, 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 the 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 the Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 Association's 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 Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represents the underlying transactions and events in a manner that achieves fair presentation.

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

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.

National Audits Group Pty Ltd
Authorised Audit Company



Steven J Watson
Managing Director

Dated: 9 November 2020

SYDNEY