
Financial Statements

St Kilda Police and Citizens Youth Club Inc
ABN 68206026983
For the year ended 30 June 2019

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Statement of Profit or Loss

St Kilda Police and Citizens Youth Club Inc For the year ended 30 June 2019

	NOTES	2019	2018
Income			
Fundraising income		1,098,568	1,124,749
Grants	4	179,043	118,553
Donations		110,450	52,676
Provision of services	5	335,509	309,846
Rental revenue		35,761	32,477
Other income		334	1,804
Total Income		1,759,665	1,640,105
Gross Surplus		1,759,665	1,640,105
Expenditure			
Accounting services		71,346	52,147
Auditors remuneration		8,000	7,500
Bank charges		2,517	2,111
Finance costs		12,192	36,425
Youth program supplies and activities	6	70,283	48,941
Depreciation	7	60,872	43,926
Employment costs	8	606,932	513,306
Fundraising expenses		761,564	667,677
Other expenses		141,560	155,809
Total Expenditure		1,735,266	1,527,842
Current Year Surplus/ (Deficit) Before Extraordinary Items		24,400	112,264
Net Current Year Surplus		24,400	112,264

The accompanying notes form part of these financial statements.

Statement of Financial Position

St Kilda Police and Citizens Youth Club Inc

As at 30 June 2019

	NOTES	30 JUN 2019	30 JUN 2018
Assets			
Current Assets			
Cash & Cash Equivalents	9	348,151	380,575
Trade and Other Receivables	10	134,417	36,008
Inventories	11	1,884	875
GST Receivable		11,506	11,830
Total Current Assets		495,959	429,288
Non-Current Assets			
Plant and Equipment, Vehicles	12	70,098	79,550
Land & Buildings	13	4,133,425	3,588,171
Intangibles		5,042	-
Total Non-Current Assets		4,208,565	3,667,721
Total Assets		4,704,525	4,097,009
Liabilities			
Current Liabilities			
Trade and Other Payables	14	137,585	96,686
Deferred Income	15	114,065	102,365
Employee Entitlements	16	24,343	16,632
Financial liabilities	17	59,840	59,840
Total Current Liabilities		335,832	275,523
Non-Current Liabilities			
Deferred Income	15	16,125	-
Employee Entitlements	16	8,446	4,110
Financial liabilities	17	478,515	526,170
Total Non-Current Liabilities		503,086	530,280
Total Liabilities		838,919	805,803
Net Assets		3,865,606	3,291,206
Member's Funds			
Retained earnings		2,548,590	2,524,190
Asset revaluation surplus		1,317,015	767,015
Total Member's Funds		3,865,606	3,291,206

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

St Kilda Police and Citizens Youth Club Inc
For the year ended 30 June 2019

	NOTES	2019	2018
Equity			
Opening Balance		3,291,206	3,178,942
Increases			
Surplus for the Period		24,400	112,264
Reserves	13	550,000	-
Total Increases		574,400	112,264
Total Equity		3,865,606	3,291,206

The accompanying notes form part of these financial statements.

Statement of Cash Flows

St Kilda Police and Citizens Youth Club Inc For the year ended 30 June 2019

	2019	2018
Cash flows from Operating Activities		
Receipts from customers	1,726,353	1,705,183
Payments to suppliers and employees	(1,654,311)	(1,453,878)
Net interest paid	(11,858)	(35,438)
Cash receipts from other operating activities	-	632
Total Cash flows from Operating Activities	60,184	216,498
Cash flows from Investing Activities		
Proceeds from sales of property, plant and equipment	-	2,525
Payment for property, plant and equipment	(44,952)	(188,851)
Total Cash flows from Investing Activities	(44,952)	(186,326)
Cash flows from Financing Activities		
Repayment of borrowings	(47,655)	(650,964)
Proceeds from borrowing	-	592,819
Total Cash flows from Financing Activities	(47,655)	(58,145)
Net increase/(decrease) in cash held	(32,423)	(27,972)
Cash Balances		
Opening cash balance	380,575	408,547
Closing cash balance	348,151	380,575
Movement in cash	(32,423)	(27,972)

The accompanying note form part of these financial statements.

Notes of the Financial Statements

St Kilda Police and Citizens Youth Club Inc

For the year ended 30 June 2019

The financial statements cover St Kilda Police & Citizens Youth Club Inc as an individual entity, being a not-for-profit Association incorporated in Victoria under requirements of the *Associations Incorporation Reform Act 2012* ('the Act').

The principal activities of the Association for the year ended 30 June 2019 were delivering Youth Programs in Melbourne that mentor and engage youth of all ages and backgrounds with recreational activities. Our ultimate goal is to provide support and training to develop future leaders with programs that empower youth for life.

The functional and presentation currency of St Kilda Police & Citizens Youth Club Inc is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1. Basis of Preparation

In the opinion of the Board of Management, the Association is not a reporting entity since there are unlikely to exist users of the financial report 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 Act.

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*.

Comparative Figures

Where necessary comparative figures have been reclassified to facilitate comparisons.

2. 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

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.

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

Fundraising revenue

Fundraising revenue is recognised when the Association obtains control of the contributions, it is probable that the economic benefits comprising the contribution will flow to the Association and the amount of the contribution can be measured reliably.

The Association is one of the beneficiaries of the ongoing national PCYC Lottery (Art Union Raffle) which has provided it with recurring monetary resources. The national PCYC Lottery is promoted by PCYC NSW, holder of NSW Charitable Fundraiser License No. 11892 and managed by a third-party fundraising and lottery management service provider.

The Association is also a registered fundraiser in its own right, holding Fundraiser Registration No. FR-00014689 issued by Consumer Affairs Victoria.

Revenue is recognised by the Association when the funds are raised by or on behalf of the Association.

Corresponding fundraising expenses are recognised when incurred during the period include all direct fundraising fees payable to the third-party service providers and contributions to lottery prizes.

Grant revenue

Grant revenue is recognised in the statement of profit or loss when the entity obtains control over the funds, which is generally at the time of receipt, 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.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

Where grant monies are raised for specific purpose such as designated programs, projects and activities for the youth run by the Association, the recognition of the grant as revenue will be deferred until such funds have been expended in accordance with the specified purposes.

Donations

Donations and bequests are recognised as revenue when received where they were provided to the Association without being directed to specific purpose or projects.

Where donations are made to the Association directed to specific purpose such as designated programs, projects and activities for the youth run by the Association, the recognition of the donations as revenue will be deferred until such funds have been expended in accordance with the specified purposes.

Interest revenue

Interest revenue is recognised using the nominal interest method.

Provision of services

Revenue in relation to rendering of services is recognised depending on whether the outcome of the services can be estimated reliably. If the outcome can be estimated then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period.

Other income

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

Deferred income

The liability for deferred income is the unutilised amounts of grants, fundraising and donations received, dedicated for specific purposes (such as specifically sponsored and featured Youth programs), or on the conditions that specified services are delivered or conditions are fulfilled. When such conditions are subsequently fulfilled in future periods, revenue will be recognised during the relevant future periods.

The services are usually provided or the conditions usually fulfilled within twelve months of receipts of the grants. Where the amount received is in respect of services to be provided over a period that exceeds twelve months after reporting date then the liability is disclosed as non-current.

(c) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

(d) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the standard costs basis and is net of any rebates and discounts received.

(e) Property, Plant and Equipment (PPE)

Each class of property, plant and equipment is carried at Board's valuation less, where applicable, any accumulated depreciation.

Items of property, plant and equipment are carried at the Board's valuation. Refer to Note 12 for Plant, equipment and vehicles and Note 13 for Land and Buildings for further details.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Association, commencing when the asset is ready for use.

(f) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, deposits held at call with banks, and other short-term highly liquid investments which are readily convertible to known amounts of cash and which are subject to insignificant risk of change in value.

(g) 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 nominal amounts expected to be paid when the liability is settled.

3. Critical Accounting Estimates and Judgments

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

These estimates and judgments 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 judgments made have been described below.

Key estimates – property held at Board's valuation

The Board has valued the property (land and building) on 30 June 2019. The Board has reviewed this valuation and determined that it remained current at 30 June 2019 having regard to council rate notices.

Note 12 and Note 13 provide information on respective inputs and techniques to determine valuation.

	2019	2018
4. Grants		
Grants towards facilities upgrading	19,844	52,242
Grants towards Youth programs	159,199	66,311
Total Grants	179,043	118,553

Grants revenue has been recognised in accordance with accounting policies stated in Note 2. Grants awarded to the Association during the year in advance of the designated programs or projects are deferred until such future periods when such programs or projects are fulfilled. See Note 15 for details of such deferred income.

	2019	2018
5. Provision of services		
Membership and gym entry (net of discounts)	246,515	230,867
Hire of venue	65,760	59,494
Fitness classes and programs	21,845	25,095
Merchandise net sales and commission	1,389	451
Total Provision of services	335,509	315,907

	2019	2018
6. Youth Program costs		
Program supplies and activities	70,283	48,941
Allocated remuneration costs (refer to note 8)	193,759	161,274
Total Youth Program costs	264,042	210,216

	2019	2018
7. Depreciation		
Gym equipment and building improvements	35,727	32,499
Office administration	24,298	10,962
Rooming house fittings	846	465
Total Depreciation	60,872	43,926

	2019	2018
8. Employment Costs		
Gym operation	227,676	172,494
Youth programs (refer to Note 6)	193,759	161,274
Administration	143,367	145,722
Rooming house	42,130	33,815
Total Employment Costs	606,932	513,306

	2019	2018
9. Cash and Cash Equivalents		
Cash at bank and in hand	348,151	380,575
Total Cash and Cash Equivalents	348,151	380,575

Reconciliation of cash

Cash and cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:

	2019	2018
Cash and Cash Equivalents		
Cash at bank	350,307	380,947
Cash and electronic funds transfer floats	2,855	3,003
Corporate credit cards	(5,011)	(3,375)
Balance as per statement of cash flows	348,151	380,575

	2019	2018
10. Trade and Other Receivables		
Trade receivables	124,221	11,862
Other receivables and prepayments	7,709	6,820
Accrued revenue	2,487	17,325
Total Trade and Other Receivables	134,417	36,007

	2019	2018
11. Inventories		
Finished goods - at cost	1,884	875
Total Inventories	1,884	875

	2019	2018
12. Plant and Equipment, Vehicles		
Plant and equipment		
Plant and equipment	252,219	217,998
Less accumulated depreciation on plant and equipment	(183,551)	(145,951)
Total Plant and equipment	68,668	72,047
Vehicles		
Motor vehicles and trailers	30,364	30,364
Less accumulated depreciation on vehicles	(28,934)	(22,861)
Total Vehicles	1,430	7,503
Total Plant and Equipment, Vehicles	70,098	79,550

(a) Asset revaluations

The Association's motor vehicles, plant and equipment were revalued at 30 June 2015 by the Board. Motor vehicles and certain plant and equipment that have been donated to the club have been recorded at the Board's valuation, otherwise, measured at cost.

	2019	2018
13. Land and Buildings		
Land		
Land at revaluation	3,500,000	2,980,000
Total Land	3,500,000	2,980,000
Buildings		
Buildings at revaluation	450,000	420,000
Building improvements and capital works		
Building improvements at cost	192,446	192,446
Less accumulated depreciation on building improvements	(9,021)	(4,275)
Total Building improvements and capital works	183,425	188,171
Total Buildings	633,425	608,171
Total Land and Buildings	4,133,425	3,588,171

(a) Land and Building valuation

The Association's land and buildings were revalued at 30 June 2019. The 2019 valuation was performed by the Board using the 30 June 2019 rate notice of the properties.

(b) Land and Building as security for loans

The Association's land and buildings were provided as collateral for interest-bearing debt facilities maintained. Refer to Note 17 for Financial Liabilities.

	2019	2018
14. Trade and Other Payables		
CURRENT		
Trade payables	104,992	70,336
Superannuation payable	14,297	11,792
PAYG withholding payable	6,799	6,208
Wages payable	11,496	8,349
Total Trade and Other Payables	137,585	96,685

	2019	2018
15. Deferred Income		
CURRENT		
Youth program fundings received in advance	62,225	63,016
Rooming house renovation fundings received in advance	29,734	12,719
Membership fees received in advance	7,633	26,631
Art Union lottery proceeds received in advance	12,620	-
Other deferred income	1,853	-
Total CURRENT	114,065	102,365
NON-CURRENT		
Grants received in advance (in excess of 12 months)	16,125	-
Total NON-CURRENT	16,125	-
Total Deferred Income	130,190	102,365

	2019	2018
16. Employee Entitlements		
CURRENT		
Provision for annual leave	24,343	16,632
Total CURRENT	24,343	16,632
NON-CURRENT		
Provision for long service leave	8,446	4,110
Total NON-CURRENT	8,446	4,110
Total Employee Entitlements	32,789	20,742
	2019	2018

17. Financial Liabilities

CURRENT		
Secured bank loans	59,840	59,840
NON CURRENT		
Secured bank loans	478,515	526,170
Total NON CURRENT	478,515	526,170
Total current borrowings	538,355	586,010

The bank loans are secured by a first registered mortgage over the freehold land and buildings of St Kilda Police & Citizens Youth Club Inc.

18. Contingencies

In the opinion of the Board of Management, the Association did not have any contingencies at 30 June 2019 (30 June 2018: none).

19. Events after the end of the Reporting Period

The financial report was authorised for issue on 24/10/2019 by the Board.

No other matters or circumstances other than the abovementioned have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association the results of those operations or the state of affairs of the Association in future financial years.

20. Association Details

The registered office and principal places of the association is:

St Kilda Police & Citizens Youth Club Inc.

179 Inkerman Street

ST KILDA VIC 3182

Tel: 03 9534 7584

Statement by Members of the Board

St Kilda Police and Citizens Youth Club Inc

For the year ended 30 June 2019

The Board has determined that the Association is not a reporting entity and that this special financial report should be prepared in accordance with the accounting policies outlined in Note 2 of the financial statements.

In the opinion of the Board the financial report as set out on pages 1 - 13:

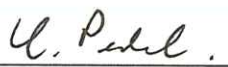
1. Presents fairly the financial position of St Kilda Police & Citizens Youth Club Inc as at 30 June 2019 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that St Kilda Police & Citizens Youth Club Inc will be able to pay its debts as and when they fall due.

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

President



Treasurer



Dated this 24 day of October 2019

LDB Audit Services Pty Ltd

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1-3 Albert Street, Blackburn Vic 3130

PO Box 550, Blackburn Vic 3130

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Working as One

St Kilda Police & Citizens Youth Club Inc

ABN 68 206 026 983

Auditor's Independence Declaration under Section 60-40 of the Australian Charities and Not-for-Profits Commission Act 2012 to the Responsible Persons of St Kilda Police & Citizens Youth Club Inc

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2019, 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.

LDB Audit Services Pty Ltd

LDB Audit Services Pty Ltd
1-3 Albert St
BLACKBURN VIC 3130

Hilton Miller
Hilton Miller
DIRECTOR

Dated this 25TH day of October 2019



Working as One

St Kilda Police & Citizens Youth Club Inc

Independent Audit Report to the members of St Kilda Police & Citizens Youth Club Inc

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of St Kilda Police & Citizens Youth Club Inc, which comprises the statement of financial position as at 30 June 2019, the , 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 statement by Members of the board.

In our opinion the financial report of St Kilda Police & Citizens Youth Club Inc has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2019 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note1, 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 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* (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 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.

Emphasis of Matter - 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 for the purpose of fulfilling the Association's financial reporting responsibilities under the ACNC 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

Management are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and the needs of the members. Managements' responsibility also includes such internal control as they determine 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.

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Working as One

St Kilda Police & Citizens Youth Club Inc

Independent Audit Report to the members of St Kilda Police & Citizens Youth Club Inc

In preparing the financial report, management are 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 the responsible entities either intend 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 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.

LDB Audit Services Pty Ltd
1-3 Albert St
BLACKBURN VIC 3130

Hilton Miller
DIRECTOR

Dated this 25TH day of October 2019

Certificate by Members of Board

St Kilda Police and Citizens Youth Club Inc

For the year ended 30 June 2019

Annual statements give true and fair view of financial performance and position of incorporated association

We, CHARLIE McFADDEAL and _____, being members of the Board of the St Kilda Police & Citizens Youth Club Inc, certify that -

The statements attached to this certificate give a true and fair view of the financial performance and position of St Kilda Police & Citizens Youth Club Inc during and at the end of the financial year of the Association ending on 30 June 2019.

Dated



(Board Member)



(Board Member)