

**ST KILDA GATEHOUSE INCORPORATED**  
**ABN: 76 557 051 941**

**SPECIAL PURPOSE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2021**

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### **Committee's Report**

The committee members present their report, together with the financial statements, on St Kilda Gatehouse Inc for the financial year ended 30 June 2021.

### **Committee Members**

The names of committee members throughout the year and at the date of this report are:

- Dianne Azoor Hughes (Chairperson)
- John Sutherland (Secretary, appointed 29 June 2020)
- Andrew North (Treasurer, appointed 19 October 2020)
- Desiree Smit
- Linda Wise (appointed 29 June 2020)
- Alan Marr (appointed 20 July 2020)

### **Principal Activities**

St Kilda Gatehouse is a not for profit incorporated association which works alongside those involved in street based sex work or affected by commercial sexual exploitation as a result of hardship. St Kilda Gatehouse works to restore a sense of dignity and hope through providing immediate support and building trust and relationship by:

- providing a place of belonging;
- creating connections and the opportunity to participate in community life;
- helping individuals navigate pathways off the streets; and
- holistically building on individual strengths and capacity.

### **Significant Changes in the State of Affairs**

There have been no significant changes in the state of affairs of the association during the financial year ended 30 June 2021.

### **Matters Subsequent to the End of Financial Year**

#### *Coronavirus (COVID-19) Pandemic:*

The impact of the Coronavirus (COVID-19) pandemic with strict lockdowns continuing up to the end of October 2021, has resulted in a loss of op shop sales revenue and the provision of limited support services to comply with Victorian Government health regulations during this period. Although we are hopeful of a return to "business as usual" in the second half of financial year 2022, it is not practicable to estimate any longer term impact, positive or negative.

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

### **Operating Result**

The entity reported a surplus of \$368,302 (2020: 58,801) for the year.

During the year ended 30 June 2021, activities were adversely impacted by lockdown restrictions. In accordance with the restrictions imposed by the Victorian Government, only limited outreach support services could be provided. Also, the op shop remained closed throughout lockdown periods resulting in a loss of income. JobKeeper was essential to enabling St Kilda Gatehouse to retain staff during the COVID-19 lockdown periods.

The result for the year includes \$303,030 in JobKeeper and ATO Cash Boost receipts (2020: \$133,928). We are also grateful for rent relief granted by landlords during the lockdown period.

With only limited face-to-face outreach permissible during the lockdown, and hence deferral of funding towards future service provision, we have been able to build a small financial buffer. For the first time since St Kilda Gatehouse commenced outreach 29 years ago, we start the new financial year with a financial sustainability reserve, which will enable us to plan for the future and grow our outreach.

St Kilda Gatehouse continues to manage operations to comply with COVID-19 restrictions and continues to seek long term partners to provide financial support for its critical outreach activities.

### **Auditor's Independence Declaration**

The auditor's independence declaration for the year ended 30 June 2021 has been received and can be found on page 5 of the financial report.

This report is signed in accordance with a resolution of the members of the committee.



.....  
S. DIANNE AZOOR HUGHES  
Chairperson



.....  
STACEY ASLANGUL  
Chief Executive Officer

St Kilda  
22 November 2021

**RSM Australia Partners**

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[www.rsm.com.au](http://www.rsm.com.au)**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the audit of the financial report of St Kilda Gatehouse Incorporated for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

**RSM AUSTRALIA PARTNERS****WARWICK SPARGO**

Partner

Dated: 22 November 2021

Melbourne Victoria

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**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

For the financial year ended 30 June 2021

	Note	2021 \$	2020 \$
Government funding		514,511	319,541
Trust and foundations		255,404	219,197
Fundraising & Donations		230,660	139,581
Other income		47,589	82,695
Greeves St. social enterprise		147,939	175,527
Interest income		164	278
<b>Total Revenue</b>	<b>2</b>	<b>1,196,267</b>	<b>936,819</b>
Program expenses		(37,932)	(61,355)
Fundraising and promotional expenses		(5,850)	(2,487)
Staff expenses		(654,875)	(672,254)
Depreciation and amortisation	<b>6,7,8</b>	(92,540)	(103,043)
Administration expense		(36,768)	(38,879)
<b>Total expenditure</b>	<b>2</b>	<b>(827,965)</b>	<b>(878,018)</b>
<b>Net result from transactions</b>		<b>368,302</b>	<b>58,801</b>
Other comprehensive income for the year		-	-
<b>Total comprehensive income/(loss) for the year</b>		<b>368,302</b>	<b>58,801</b>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

**STATEMENT OF FINANCIAL POSITION**

As at 30 June 2021

	Note	2021 \$	2020 \$
<b>Current Assets</b>			
Cash and cash equivalents	3(a)	346,946	411,296
Investments	3(b)	560,000	-
Accounts receivable and other debtors	4	1,379	54,321
Prepayments	5	6,160	13,127
<b>Total Current Assets</b>		<b>914,485</b>	<b>478,744</b>
<b>Non-Current Assets</b>			
Plant and equipment	6	35,016	33,826
Right-of-use assets	7	80,017	161,200
Intangible assets	8	-	-
<b>Total Non-Current Assets</b>		<b>115,033</b>	<b>195,026</b>
<b>Total Assets</b>		<b>1,029,518</b>	<b>673,770</b>
<b>Current Liabilities</b>			
Accounts payable and other payables	9	45,528	51,994
Grants received in advance	10	221,051	164,400
Employee provisions	11	82,787	67,736
Lease liabilities	7	67,853	80,833
<b>Total Current Liabilities</b>		<b>417,219</b>	<b>364,963</b>
<b>Non-Current Liabilities</b>			
Employee provisions	11	8,191	5,148
Lease liabilities	7	20,350	88,203
<b>Total Non-Current Liabilities</b>		<b>28,541</b>	<b>93,351</b>
<b>Total Liabilities</b>		<b>445,760</b>	<b>458,314</b>
<b>Net Assets</b>		<b>583,758</b>	<b>215,456</b>
<b>Equity</b>			
Retained surplus		223,758	215,456
Financial Stability Reserve		360,000	-
<b>Total Equity</b>		<b>583,758</b>	<b>215,456</b>

The above statement of financial position should be read in conjunction with the accompanying notes

**STATEMENT OF CHANGES IN EQUITY**

For the financial year ended 30 June 2021

	<b>Retained Surplus \$</b>	<b>Financial Stability Reserve \$</b>	<b>Total Equity \$</b>
<b>Balance at 1 July 2019</b>	<b>156,655</b>	<b>-</b>	<b>156,655</b>
Profit/(loss) attributed to equity	<u>58,801</u>	<u>-</u>	<u>58,801</u>
<b>Balance at 30 June 2020</b>	<b><u>215,456</u></b>	<b><u>-</u></b>	<b><u>215,456</u></b>
<b>Balance at 1 July 2020</b>	<b>215,456</b>	<b>-</b>	<b>215,456</b>
Profit/(loss) attributed to equity	368,302	-	368,302
Transfer to financial stability reserve	<u>(360,000)</u>	<u>360,000</u>	<u>-</u>
<b>Balance at 30 June 2021</b>	<b><u>223,758</u></b>	<b><u>360,000</u></b>	<b><u>583,758</u></b>

The above statement of changes in equity should be read in conjunction with the accompanying notes



## STATEMENT OF CASH FLOWS

For the financial year ended 30 June 2021

	Note	2021 \$	2020 \$
<b>Cash flow from operating activities</b>			
Receipts from donations and grants		1,163,198	609,294
Receipts from fundraising events		147,939	174,927
Receipts from other income		47,753	78,194
Payments to suppliers		(156,515)	(123,230)
Payments to employees		(636,781)	(671,839)
<b>Net cash generated from / (used in) operating activities</b>	12	<b>565,594</b>	<b>67,346</b>
<b>Cash flow from investing activities</b>			
Term deposits		(560,000)	-
Payment for plant and equipment		(12,546)	(13,372)
<b>Net cash used in investing activities</b>		<b>(572,546)</b>	<b>(13,372)</b>
<b>Cash flow from financing activities</b>			
Payment for lease liabilities		(57,398)	(81,543)
<b>Net cash used in financing activities</b>		<b>(57,398)</b>	<b>(81,543)</b>
<b>Net increase / (decrease)</b>		<b>(64,350)</b>	<b>(27,569)</b>
Cash and cash equivalents at the beginning of the financial year		411,296	438,865
<b>Cash and cash equivalents at the end of the financial year</b>		<b>346,946</b>	<b>411,296</b>

The accompanying notes form part of these financial statements.

## **NOTES TO THE FINANCIAL STATEMENTS**

For the financial year ended 30 June 2021

### **Note 1. Summary of Significant Accounting Policies**

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

#### **a. Reporting entity**

The financial statements cover St Kilda Gatehouse Incorporated as an individual entity. The financial statements are presented in Australian dollars, which is the entity's functional and presentation currency.

St Kilda Gatehouse Incorporated is a not-for-profit incorporated association, incorporated and domiciled in Australia. Its registered office and principal place of business is:

12-16 Belford Street

St Kilda VIC 3182

A description of the nature of the incorporated association's operations and its principal activities are included in the Committee's report, which is not part of the financial statements.

The financial statements were authorised for issue on 22 November 2021.

#### **b. Basis of preparation**

##### *(i) Special purpose financial report*

In the committee's opinion, the incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the requirements of the *Associations Incorporation Report Act 2012 (Vic)* and the *Australian Charities and Not-for-profits Commission Act 2012*. The committee has determined that the accounting policies adopted are appropriate to meet the needs of the members of St Kilda Gatehouse Incorporated.

The financial report has been prepared in accordance with all recognition and measurement principles of Australian Accounting Standards and other mandatory professional requirements in Australia. It contains only those disclosures that are considered necessary by the committee to meet the needs of the members of the association. The association is a not-for-profit entity for the purposes of preparing the financial statements.

##### *(ii) Historical cost convention*

These financial statements have been prepared under the historical cost convention unless otherwise stated in the notes.

**NOTES TO THE FINANCIAL STATEMENTS**

For the financial year ended 30 June 2021

**Note 1. Summary of Significant Accounting Policies (cont'd)**

**c. Revenue**

*Grants*

Grant revenue is recognised in profit or loss when the incorporated association satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the incorporated association is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

*Donations and bequests*

Donations and bequests are recognised at the time the pledge is made, except for donations of preloved goods for sale through the Greeves St Op Shop which are recognised as revenue when sold.

*Interest*

Interest revenue is recognised when received.

*Other revenue*

Other revenue is recognised when it is received or when the right to receive payment is established.

*Volunteer services*

The incorporated association has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

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

**d. Property, Plant and Equipment**

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

*Plant and Equipment*

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by the committee to ensure it is not in excess of the recoverable amount of those assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

In the event that the carrying amount of plant and equipment is greater than the recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present.

Plant and equipment that have been contributed at no cost, or for nominal cost, are recognized at the fair value of the asset at the date it is acquired.

**NOTES TO THE FINANCIAL STATEMENTS**

For the financial year ended 30 June 2021

**Note 1. Summary of Significant Accounting Policies (cont'd)**

**d. Plant and equipment (cont'd)**

*Right of use assets*

The incorporated association recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost which comprises the initial amount of the lease liability adjusted for:

- Any lease payments made at or before the commencement date less any lease incentive received; plus
- Any initial direct costs incurred; and

An estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located.

*Depreciation*

The depreciable amount of all fixed assets, including right of use assets, is depreciated on a straight-line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are and have remain unchanged from the prior period:

Plant and Equipment	20 – 33%
Motor Vehicles	20%
Leasehold Improvements	20 – 33%
Right of Use Assets	33% – 50%

The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the incorporated association. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss

**e. Intangibles**

Software is recorded at cost. It has a finite life and is carried at cost less accumulated amortization and any impairment losses. Software has an estimated useful life of between one and three years. It is assessed annually for impairment.

**f. Financial Instruments**

Financial assets and financial liabilities are recognized when the entity becomes a party to the contractual provisions to the instrument. The entity's financial instruments comprise accounts receivable (note 1j) and accounts payable (note 1k) only.

## **NOTES TO THE FINANCIAL STATEMENTS**

For the financial year ended 30 June 2021

### **Note 1. Summary of Significant Accounting Policies (cont'd)**

#### **g. Lease liabilities**

The lease liability is initially measured at the present value of the lease payments unpaid at the commencement date, discounted using the interest rate implicit in the lease if that rate is readily determinable or the incorporated association's incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise the following:

- fixed payments (including in-substance fixed payments) less any lease incentive receivable;
- variable payments based on an index or rate, initially measured using the index or rate as at the commencement date;
- amounts expected to be payable under a residual value guarantee; and
- payments arising from purchase and termination options reasonably certain to be exercised.

Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is remeasured to reflect any reassessment or modification, or if there are changes in-substance fixed payments. When the lease liability is remeasured, the corresponding adjustment is reflected in the right-of-use asset, or profit and loss if the right-of-use asset is already reduced to zero.

#### **h. Employee benefits**

Provisions for employee benefits are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date.

##### *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 annual leave and 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 using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods 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.

The liability for annual leave and 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 using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods 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.

**NOTES TO THE FINANCIAL STATEMENTS**

For the financial year ended 30 June 2021

**Note 1. Summary of Significant Accounting Policies (cont'd)**

**h. Employee benefits (cont'd)**

Regardless of the expected timing of settlement, provisions made in respect of employee benefits are classified as a current liability unless there is an unconditional right to defer the settlement of the liability for at least 12 months after the reporting date, in which case it would be classified as a non-current liability.

*Defined contribution superannuation expense*

Contributions are made by the association to an employee superannuation fund and are charged as expenses when incurred.

**i. Cash and cash equivalent**

Cash and cash equivalents includes cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

**j. Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from donors and any outstanding grant receipts. Receivables are recognised at amortised cost, less any allowance for expected credit losses. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

**k. Accounts Payable and Other Payables**

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period which remain unpaid. The balance is recognized as a current liability with the amount being normally paid within 30 days of recognition of the liability.

**l. Contract liabilities**

Contract liabilities represent the incorporated association's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the incorporated association recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the incorporated association has transferred the goods or services to the customer.

**m. Goods and Services Tax (GST)**

Revenues, expenses and assets are recognized 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.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

**NOTES TO THE FINANCIAL STATEMENTS**

For the financial year ended 30 June 2021

**Note 1. Summary of Significant Accounting Policies (cont'd)**

**n. Income Tax**

As the incorporated association is a charitable organisation in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

**o. Financial Stability Reserve**

The purpose of the Financial Stability Reserve Policy is to ensure the delivery of the mission and the stability of programs, employment, and ongoing operations of the organisation. The Financial Stability Reserve is intended to provide an internal source of funds for situations such as unexpected revenue loss, a sudden increase in expenses, one-time unbudgeted expenses, unanticipated loss in funding, or uninsured losses. The Reserve may also be used for one-time, nonrecurring expenses that will build long-term capacity, such as staff development, research and development, or investment in infrastructure.

**p. Comparative Figures**

Where required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

When an entity applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements, a statement of financial position as at the beginning of the earliest comparative period must be disclosed.

**q. Critical Accounting Estimates and Judgments**

The committee evaluates estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the association.

**r. New or amended Accounting Standards and Interpretations adopted**

The incorporated association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

**NOTES TO THE FINANCIAL STATEMENTS**

For the financial year ended 30 June 2021

**Note 2. Revenue and expenses**

Revenue and expenses for the financial year are presented in the classifications used for funding acquittals and internal reporting.

Government funding comprises:	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Government grants	211,481	185,613
JobKeeper and ATO Cash Flow Boost	303,030	133,928
	<u><b>514,511</b></u>	<u><b>319,541</b></u>

<b>2021</b>	<b>2020</b>
<b>\$</b>	<b>\$</b>

**Note 3(a). Cash and Cash Equivalents**

Cash at bank	346,346	410,696
Cash float	600	600
<b>Total Cash and cash equivalents</b>	<u><b>346,946</b></u>	<u><b>411,296</b></u>

**Note 3(b). Investments**

<b>Term deposit</b>	<u><b>560,000</b></u>	<u><b>-</b></u>
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**Note 4. Accounts Receivable and Other Debtors**

CURRENT		
Accounts receivables	1,379	21,321
Job Keeper Receivable	-	33,000
	<u><b>1,379</b></u>	<u><b>54,321</b></u>

**Note 5. Prepayments**

CURRENT		
Prepayments	6,160	13,127
	<u><b>6,160</b></u>	<u><b>13,127</b></u>



**NOTES TO THE FINANCIAL STATEMENTS**

For the financial year ended 30 June 2021

**Note 6. Plant and Equipment**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Plant and equipment - at cost	62,548	67,003
less accumulated depreciation	(41,429)	(52,472)
	<b>21,119</b>	<b>14,531</b>
Motor vehicles - at cost	33,257	33,257
less accumulated depreciation	(26,666)	(23,371)
	<b>6,591</b>	<b>9,886</b>
Leasehold improvement - at cost	20,228	26,089
less accumulated amortisation	(12,922)	(16,680)
	<b>7,306</b>	<b>9,409</b>
<b>Total plant and equipment</b>	<b>35,016</b>	<b>33,826</b>

**a. Movements in Carrying Amounts**

Movements in the carrying amounts for each class of plant and equipment between the beginning and the end of the current financial year.

	<b>Plant and equipment</b>	<b>Motor vehicle \$</b>	<b>Leasehold improvement \$</b>	<b>Total \$</b>
<b>Balance at 1 July 2019</b>	<b>12,498</b>	<b>15,524</b>	<b>6,096</b>	<b>34,118</b>
Additions	8,427	-	4,945	13,372
Disposals	-	-	-	-
Depreciation and amortisation	(6,394)	(5,638)	(1,632)	(13,664)
<b>Balance at 30 June 2020</b>	<b>14,531</b>	<b>9,886</b>	<b>9,409</b>	<b>33,826</b>
Additions	10,000	-	2,546	12,546
Disposals	-	-	-	-
Depreciation and amortisation	(3,412)	(3,295)	(4,649)	(11,356)
<b>Balance at 30 June 2021</b>	<b>21,119</b>	<b>6,591</b>	<b>7,306</b>	<b>35,016</b>

## NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2021

### Note 7. Leases

	2021	2020
<b>Right-of-use assets</b>	<b>\$</b>	
Right of use asset	191,012	250,579
Less: Accumulated depreciation	<u>(110,995)</u>	<u>(89,379)</u>
	<u>80,017</u>	<u>161,200</u>

	2021	2020
<b>Lease Liabilities</b>	<b>\$</b>	<b>\$</b>
Lease liabilities included in the Balance Sheet as 30 June:		
Current	67,853	80,833
Non-current	<u>20,350</u>	<u>88,203</u>
Total lease liabilities	<u>88,203</u>	<u>169,036</u>

### Note 8. Intangible Assets

	2021	2020
	<b>\$</b>	<b>\$</b>
Computer software - at cost	14,560	14,560
less accumulated amortisation	<u>(14,560)</u>	<u>(14,560)</u>
	<u>-</u>	<u>-</u>

### Note 9. Accounts Payables and Other Payables

Suppliers and services	7,920	10,826
Other payable	37,496	35,022
GST Payable	<u>112</u>	<u>6,146</u>
	<u>45,528</u>	<u>51,994</u>

### Note 10. Grants Received in Advance

Repayable government and philanthropic grants	<u>221,051</u>	<u>164,400</u>
	<u>221,051</u>	<u>164,400</u>

This liability represents the incorporated association's obligation to transfer goods or services in accordance with the requirements of funders. Funds are brought to account through the Income and Expenditure Statement as expenses are incurred and projects are completed.

## NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2021

### Note 11. Employee Provisions

	2021	2020
CURRENT	\$	\$
Provisions for annual leave	43,317	30,475
Provisions for long service leave - unconditional	39,470	34,743
Provision for paid parental leave	-	2,518
	<u>82,787</u>	<u>67,736</u>
NON-CURRENT		
Provisions for long service leave - conditional	8,191	5,148
	<u>8,191</u>	<u>5,148</u>
<b>Total employee provisions</b>	<u><u>90,978</u></u>	<u><u>72,884</u></u>

### Note 12. Reconciliation of cash flows from operations with net current year surplus

	2021	2020
	\$	\$
<b>Net current year surplus / (deficits)</b>	368,302	58,801
<b>Non-cash flows in profit</b>		
Rent concession income	(23,436)	-
Depreciation and amortisation	92,540	103,043
(Gain) / loss on disposal of plant and equipment	-	-
<b>Changes in assets and liabilities</b>		
(Increase) / decrease in accounts receivable	52,942	(19,805)
(Increase) / decrease in other assets	6,967	31
Increase / (decrease) in grants received in advance	56,651	(88,132)
Increase / (decrease) in trade and other payables	(6,466)	12,993
Increase/ (decrease) in provisions	18,094	415
<b>Net cash flows from operating activities</b>	<u><u>565,594</u></u>	<u><u>67,346</u></u>

### Note 13. Contingent Liabilities

The incorporated association had no contingent liabilities as at 30 June 2021 and 30 June 2020.

### Note 14. Commitments

The incorporated association had no commitments for expenditure as at 30 June 2021 and 30 June 2020.

## **NOTES TO THE FINANCIAL STATEMENTS**

For the financial year ended 30 June 2021

### **Note 15. Subsequent events**

#### *Coronavirus (COVID-19) Pandemic:*

The impact of the Coronavirus (COVID-19) pandemic, with strict lockdowns continuing up to the end of October 2021, has resulted in a loss of op shop sales revenue and the provision of limited support services to comply with Victorian Government health regulations during this post year-end period. The impact of the Coronavirus (COVID-19) pandemic is ongoing and the entity continues to adapt its outreach activities to comply with Victorian Government regulations where required. As this situation continues to evolve, it is not practicable to foresee any further measures that might be imposed by the Australian Government that could further impact operations after the reporting date.

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

**COMMITTEE MEMBERS' DECLARATION**

For the financial year ended 30 June 2021

In the opinion of the members of the committee of St Kilda Gatehouse Inc:

- (a) St Kilda Gatehouse Inc is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purpose of complying with the *Associations Incorporation Reform Act 2012* (Vic) and the *Australian Charities and Not-for-profits Commission Act 2012* (Cth);
- (b) the financial statements and notes set out on pages 6 to 20, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:
  - (i) giving a true and fair view of St Kilda Gatehouse Inc's financial position as at 30 June 2021 and of its performance for the financial year ended on that date;
  - (ii) complying with Australian Accounting Standards and other mandatory professional reporting requirements; and
- (c) there are reasonable grounds to believe that the incorporated association will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the members of the committee:



.....

.....

S. DIANNE AZOOR HUGHES

STACEY ASLANGUL

Chairperson

Chief Executive Officer

St Kilda

22 November 2021

**ST KILDA GATEHOUSE INC**  
**CERTIFICATE BY MEMBERS OF THE COMMITTEE**

I, Dianne Azoor Hughes of St Kilda Gatehouse Inc certify that:

- a. I attended the annual general meeting of the St Kilda Gatehouse Inc held on 22 November 2021.
- b. The financial statements for the year ended 30 June 2021 were submitted to the members of committee at its annual general meeting.

Dated this 22 November 2021



.....  
S. DIANNE AZOOR HUGHES  
Chairperson

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## INDEPENDENT AUDITOR'S REPORT

### To the Members of the St Kilda Gatehouse Incorporated

#### Opinion

We have audited the financial report of the St Kilda Gatehouse Incorporated (the Association), which comprises the statement of financial position as at 30 June 2021, 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 committee members' declaration.

In our opinion, the accompanying financial report of the Association is in accordance with the *Associations Incorporation Reform Act 2012* and the *Australian Charities and Not-For-Profits Commissions Act 2012*, including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2021 and of its financial performance and cash flows for the year then ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1, *Associations Incorporation Reform Act 2012* 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 professional accounting bodies 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.

#### 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 committee members' financial reporting responsibilities under the *Associations Incorporation Reform Act 2012* and the *Australian Charities and Not-For-Profits Commissions Act 2012*. 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 the Committee Members for the Financial Report**

The committee members of the Association 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 *Associations Incorporation Reform Act 2012* and the *Australian Charities and Not-For-Profits Commissions Act 2012* and is appropriate to meet the needs of the members. The committee members' responsibility also includes such internal control as the directors determine 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, the committee members are responsible for assessing the ability of the Association to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the committee members 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 the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: [http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.

**RSM AUSTRALIA PARTNERS****WARWICK SPARGO**

Partner

Dated: 25 November 2021  
Melbourne, Victoria