

INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
TASKFORCE COMMUNITY AGENCY INCORPORATED

Report on the Financial Report

I have audited the accompanying financial report, being a special purpose financial report, of TaskForce Community Agency Incorporated, which comprises the statement of financial position as at 30 June 2015, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Committee Members's declaration.

The Responsibility of Committee Members for the Financial Report

Committee Members of the association are responsible for the preparation and fair presentation of the financial report, and have determined that the basis of preparation described in Note 1, is appropriate to meet the financial reporting requirements of the Associations Incorporation Reform Act 2012 Vic and are appropriate to meet the needs of the members. The Committee Members's responsibility also includes establishing and maintaining internal control as the Committee Members and management determines 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.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. Those standards require that I comply with relevant ethical requirements relating to audit engagements, and that I plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the association's preparation and fair presentation of the financial report 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Committee Members, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

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

Auditor's Opinion

In my opinion, the financial report presents fairly, in all material respects, the financial position of TaskForce Community Agency Incorporated as of 30 June 2015, and of its financial performance and its cash flows for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

Basis of Accounting and Restriction on Distribution

Without modifying my opinion, I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for distribution to members for the purpose of fulfilling the Committee Members financial reporting obligations under the Associations Incorporation Reform Act 2012 Vic. As a result, the financial report may not be suitable for another purpose.



Geoffrey B Johnson
Chartered Accountant
Rucker DWC Pty Ltd

Date: 9th day of October 2015.

Mitcham, Victoria

TASKFORCE COMMUNITY AGENCY INC

Financial Report for the Year Ended 30 June 2015

COMMITTEE'S REPORT

Your committee members submit the financial report of TaskForce Community Agency for the financial year ended 30 June 2015.

Committee Members

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

John Bower	(President)	Rosetta Isma	(Vice President)
Dennis Liberis	(Treasurer)	Chester Allan	
Deborah Dobbie		Trevor Williams	
Hyacinth Hancock		Carrick McLellan	
Ronald Barnacle	(Immediate Past President) (retired 27 October 2014)		

Principal Activities

The principal activities of the association during the financial year were to give life changing opportunities to those most in need.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The surplus for the 2015 financial year amounted to \$ 123,940

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


[John Bower]


[Rosetta Isma]

Dated this 26th day of October 2015

TASKFORCE COMMUNITY AGENCY INC

Statement Of Financial Performance

AS AT 30 JUNE 2015

	Note	2015	2014
INCOME			
Core Funding			
Government grants - State		2,094,736	1,223,199
Government grants - Commonwealth		1,261,674	1,822,046
Fees for Service			
ACSO Coats		257,674	364,796
Charitable foundations		77,323	145,911
Non government organisations		625,901	371,532
Local government		110,426	46,543
Seminars training and workshops		252,961	92,095
Other Income			
Donations		12,519	19,928
Rent received		122,651	44,450
Profit on sale of assets		22	-
Sundry		9,987	8,698
TOTAL INCOME		4,825,876	4,139,198
LESS EXPENDITURE			
Staff costs		2,749,772	2,888,004
Accommodation		300,838	327,399
Project costs		111,659	166,665
Administration		442,698	445,425
Partnership allocation		1,107,993	257,433
Depreciation & amortisation		37,607	29,384
TOTAL EXPENDITURE		4,750,567	4,114,310
SURPLUS (DEFICIT) FROM ORDINARY ACTIVITIES		75,309	24,888
Staff costs relating to prior year	12	-	(99,101)
Net Fair Gains / (Losses) on measurement of investments	6	48,631	97,795
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		123,940	23,583
Add Accumulated Surplus 1 July 2014		1,346,572	1,322,989
Add Revaluation Reserve Moorabbin Building		1,071,871	1,071,871
Capital at end of financial year		2,542,383	2,418,443

The accompanying notes form part of these financial statements

TASKFORCE COMMUNITY AGENCY INC

Statement Of Financial Position

AS AT 30 JUNE 2015

	Note	2015	2014
CURRENT ASSETS			
Cash assets		389,504	258,574
Receivables		167,836	243,025
Investments at Market Value		775,854	739,253
Prepaid Expenses	2	12,765	66,104
TOTAL CURRENT ASSETS		1,345,959	1,306,956
NON-CURRENT ASSETS			
Property Plant & Equipment	3		
Equipment & Motor Vehicles at cost		170,282	138,134
Land & Buildings and Improvement		2,021,845	2,018,900
TOTAL NON-CURRENT ASSETS		2,192,127	2,157,034
Less Provision for Depreciation & Amortisation		(137,514)	(100,379)
TOTAL NON CURRENT ASSETS		2,054,613	2,056,655
TOTAL ASSETS		3,400,572	3,363,611
CURRENT LIABILITIES			
Creditors	4	256,911	355,058
Provision for Employee Entitlements		178,009	185,625
Grants in Advance	5	423,269	404,485
TOTAL CURRENT LIABILITIES		858,189	945,168
TOTAL LIABILITIES		858,189	945,168
NET ASSETS		2,542,383	2,418,443
TOTAL EQUITY		2,542,383	2,418,443

The accompanying notes form part of these financial statements

TASKFORCE COMMUNITY AGENCY INC

Statement of Cash Flows

AS AT 30 JUNE 2015

	Note	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Government Grants & Donations	9	3,614,085	3,410,042
Receipts from customers		1,359,102	304,063
Payments to suppliers		(2,385,822)	(1,524,517)
Payments for salaries		(2,433,373)	(2,668,316)
Net cash provided by operating activities	8	153,992	(478,729)
CASH FLOWS FROM FINANCING ACTIVITIES			
Westpac Mortgage		-	(45,743)
Net cash provided by financing activities		-	(45,743)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of assets		-	-
Purchase of motor vehicles		-	-
Purchase of fixed assets		(35,093)	86,826
Investment Income	6	48,631	97,795
Net cash used in investing activities		13,538	184,621
Net increase/ (decrease) in cash held		167,530	(339,851)
Cash at beginning of the financial year		997,827	1,337,678
Cash at end of the financial year	7	1,165,357	997,827

TASKFORCE COMMUNITY AGENCY INC

Notes To & Forming Part of the Accounts

FOR THE YEAR ENDED 30 JUNE 2015

Note 1:

Statement of Significant Accounting Policies

These financial statements are a general purpose financial report. The Board has determined that the Agency is not a reporting entity as defined in Statement of Accounting Concepts 1 'Definition of the Reporting Entity' and therefore, as there is no requirement to apply accounting standards in the preparation and presentation of this report, they have been adopted only to the extent shown in this note. The report has been prepared in accordance with the requirements of the Associations Incorporation Reform Act 2012 (Vic). The statements are prepared on an accruals basis, whereby items are brought to account as revenue earned or expenses incurred, from the records of the Association. The following Australian accounting standards have been applied:

AASB101	Presentation of Financial Statement
AASB107	Statement of Cash Flows
AASB1031	Materiality
AASB108	Accounting Policies , Changes in Accounting Estimates and Events
AASB1048	Interpretation of Standards
AASB1054	Australian Additional Disclosures

(a) Income Tax The Association is endorsed as an income tax exempt charitable entity under Subdivision 50-B of the Income Tax Assessment Act 1997 so no provision for income tax has been raised.

(b) Property, Plant and Equipment The purchase amount of all property, plant and equipment is depreciated over the useful lives of the assets to the Agency, commencing from the time the asset is held ready for use. Leasehold Improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements. Refer (d) below for assets purchased with capital grants. The carrying amount of fixed assets is reviewed annually by the Committee of Management to ensure it is not in excess of the recoverable amount of those assets. The recoverable amount is assessed on the basis of expected cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining the recoverable amounts.

(c) Employee Entitlements Employee entitlements are calculated and accrued based on the Agency's liability in accordance with obligations calculated under current requirements. Long service leave is accrued for employees based on the likelihood of reaching entitlement. 100% of the entitlement is accrued for all employees with seven or more years service.

(d) Grants Some assets are purchased from funds received as grants and/or donations. When the asset is purchased, the relating grant and/or donation is recorded as income and the asset is fully depreciated in the year of purchase. The Committee of Management of Taskforce consider this non compliance with accepted accounting standards, as appropriate for the organisation.

(e) Provisions Provisions 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. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

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

(g) Accounts Receivable and Other Debtors Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. 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.

TASKFORCE COMMUNITY AGENCY INC

Notes To & Forming Part of the Accounts

FOR THE YEAR ENDED 30 JUNE 2015

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

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established. Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt. 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.

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

(i) Leases Leases of PPE, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for that period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

(j) 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 assets and liabilities statement.

(k) Financial Assets Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period.

(l) Accounts Payable and Other Payables Accounts payable 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 that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

TASKFORCE COMMUNITY AGENCY INC

Notes To & Forming Part of the Accounts

FOR THE YEAR ENDED 30 JUNE 2015

2015

2014

Note 2: Prepaid Expenses

Rent	11,974	21,921
Other	791	44,183
	<u>12,765</u>	<u>66,104</u>

Note 3: Property, Plant and Equipment

Equipment	111,962	79,814
Less Accumulated depreciation	(49,938)	(34,747)
	<u>62,024</u>	<u>45,067</u>
Land & Buildings	1,914,667	1,914,667
Less Accumulated depreciation		
	<u>1,914,667</u>	<u>1,914,667</u>
Motor Vehicles	58,320	58,320
Less Accumulated depreciation	(48,504)	(43,601)
	<u>9,816</u>	<u>14,719</u>
Building Improvements	107,178	104,233
Less Accumulated amortisation	(39,072)	(22,031)
	<u>68,106</u>	<u>82,202</u>
Total Property Plant & Equipment	<u>2,054,613</u>	<u>2,056,655</u>

Note 4: Payables

GST & Group Tax Payable	123,070	72,460
Trade Creditors and Accruals	133,841	282,598
	<u>256,911</u>	<u>355,058</u>

Note 5: Grants in Advance

: Friends of Taskforce

Friends of Taskforce monies historically is used for specific purposes, expended in the financial year after its receipt.

Unspent Friends of Taskforce monies have been transferred to Grants in Advance to be expended in the coming financial year on Board approved projects.

Beginning balance Friends of Taskforce	44,346	48,327
Friends of Taskforce Income 2014-15	10,250	9,325
Less expended on specific projects in 2014-15	(3,200)	(13,306)
	<u>51,396</u>	<u>44,346</u>
Balance Friends of Taskforce		
Sundry project grants	370,972	359,902
Social Club	901	237
Balance Grants in Advance	<u>423,269</u>	<u>404,485</u>

TASKFORCE COMMUNITY AGENCY INC

Notes To & Forming Part of the Accounts

FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
Note 6: Investment Income		
Investment Income	44,944	94,928
Less Management fee	(7,585)	(6,998)
Net cash flow from Investing Activities	<u>37,359</u>	<u>87,930</u>
Refund Imputation Credits	11,272	9,865
Net Investment Income	<u>48,631</u>	<u>97,795</u>

Note 7: Reconciliation of cash

For the purpose of the statement of cash flows, cash included cash at bank and cash at call. Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows

Cash at bank & on hand	389,504	258,574
Investments	775,854	739,253
	<u>1,165,358</u>	<u>997,827</u>

Note 8: Reconciliation of net cash provided by operating activities to operating surplus/(deficit)

Operating surplus/ (deficit)	75,309	24,888
Add back		
Depreciation	37,134	(123,255)
Decrease/ (increase) in receivables and other assets	75,190	(101,145)
Decrease/ (increase) in prepayments	53,339	(57,475)
Increase/ (decrease) in payables and accrued expenses	(105,762)	44,731
Increase/ (decrease) in Grants in Advance	18,784	(266,474)
Net cash provided by operating activities	<u>153,992</u>	<u>(478,729)</u>

Note 9: Receipts from Government Grants

Department of Health Victoria	1,290,373	457,555
Stepping Up Consortium	740,207	755,981
Department of Education, Employment and Workplace Relations	981,888	1,577,489
ACSO Coats	257,674	364,796
Department of Justice	62,100	9,664
Department of Health & Ageing - Health Strategies	281,843	244,557
	<u>3,614,085</u>	<u>3,410,042</u>

Note 10 : Statement of Changes in Equity

Equity as at June 30 2014	1,346,572	1,322,989
Surplus (Net Income) 2014-15	123,940	23,583
Reserve on Revaluation on 421 South Road Moorabbin	1,071,871	1,071,871
Balance of Equity as at June 30 2015	<u>2,542,383</u>	<u>2,418,443</u>

TASKFORCE COMMUNITY AGENCY INC

Notes To & Forming Part of the Accounts

FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
Note 11 : Leasing Commitments		
a Finance Leases		
Lease payments payable		
being for Motor Vehicles		
- not later than 12 months	23,187	37,976
- between 12 months and five years	13,933	14,387
- later than five years	-	-
	<u>37,120</u>	<u>52,363</u>
b Operating Leases		
being for Office rentals		
- not later than 12 months	93,638	147,622
- between 12 months and five years	75,499	20,222
- later than five years	-	-
	<u>169,137</u>	<u>167,844</u>

Note 12: Staff Costs Relating to Prior Year

At the Finance Committee meeting on February 17, 2014 the Finance Committee resolved to recognise the liability for unpaid wages as at balance day. This is a change of accounting policy and brings Taskforce in line with Australian Accounting Standards.

TASKFORCE COMMUNITY AGENCY INC

Certificate By Members of The Committee

I, John Bower of 1607/250 St Kilda Rd, Southbank 3006, Victoria, certify that:

- a. I attended the annual general meeting of the association held on 26th October 2015.
- b. The financial statements for the year ended 30 June 2014 were submitted to the members of the association at its annual general meeting.

Dated this 26th day of October 2015

A handwritten signature in blue ink, appearing to read 'John Bower', is written over a horizontal line.

John Bower (Committee Member)

TASKFORCE COMMUNITY AGENCY INC

Annual Statements Give A True and Fair View of the Financial Position and Performance of TaskForce Community Agency

We, John Bower, and Rosetta Isma, being members of the committee of TaskForce Community Agency certify that:-

The statements attached to this certificate give a true and fair view of the financial position and performance of TaskForce Community Agency during and at the end of the financial year of the association ending on 30 June 2015.

Signed:



Dated:

Signed:



Dated: