

# **Council on the Ageing NSW Inc**

**ABN 31 090 328 955**

## **Financial Statements**

**For the Year Ended 30 June 2018**

## Council on the Ageing NSW Inc

ABN 31 090 328 955

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For the Year Ended 30 June 2018

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## Council on the Ageing NSW Inc

ABN 31 090 328 955

### Directors' Report 30 June 2018

The directors present their report on Council on the Ageing NSW Inc for the financial year ended 30 June 2018.

#### 1. General information

##### Directors

The names of the directors in office at any time during, or since the end of, the year are:

<b>Names</b>	<b>Position</b>	<b>Appointed/Resigned</b>
Joan Hughes	President	
Daryl Bates	Vice President	
Nirmal Hansra	Treasurer	
Colleen Cartwright		
Sara Graham		
Stephen Ginsborg		
Laurie Axford		Appointed on 23 Sep 2017
Janet Beale		Appointed on 23 Sep 2017

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

##### Principal activities and significant changes in nature of activities

The principal activities of Council on the Ageing NSW Inc during the financial year were to represent the interests and well being of older people in New South Wales to governments, organisations and the public. The Association applies funds including government grants to the development of the social policy, information and programs pertaining to older persons in New South Wales.

There were no significant changes in the nature of Council on the Ageing NSW Inc's principal activities during the financial year.

#### 2. Operating results and review of operations for the year

##### Review of operations

The Association increased revenue marginally and generated a deficit of \$47,105. This operating result is mainly due to reduced funding from NSW State Government, costs in delivering advocacy services and strategic investments made by the organisation to deliver various services to its stakeholders. The NSW Government decided to cease funding for occupancy costs from 1 July 2018 and as a result COTA NSW has relocated to smaller premises in September 2018. At 30 June 2018, net assets stood at \$218,029 made up primarily of cash and term deposits.

**Council on the Ageing NSW Inc**

ABN 31 090 328 955

**Directors' Report**

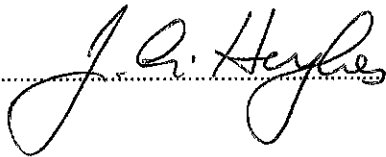
**30 June 2018**

**Auditor's independence declaration**

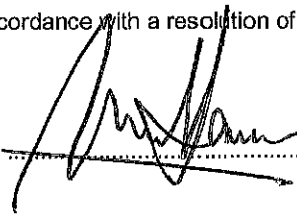
The auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001* for the year ended 30 June 2018 has been received and can be found on page 3 of the financial report.

This director's report, incorporating the remuneration report, is signed in accordance with a resolution of the Board of Directors.

President: .....



Treasurer: .....



Dated this ..... 15 ..... day of ..... October ..... 2018

# LNP Audit and Assurance

Australian Charities and Not-for-profits Commission

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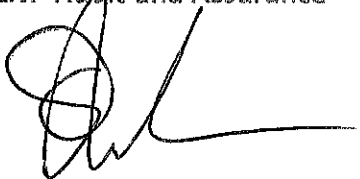
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**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 60.40 OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS  
COMMISSION ACT 2012  
TO THE DIRECTORS OF COUNCIL ON THE AGEING (NSW) INC.**

As auditor of Council on the Ageing (NSW) Inc. for the year ended 30 June 2018, I declare that, to the best of my knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit.

LNP Audit and Assurance



Robert Nielson

Director

Sydney,

15/10/2018

## Council on the Ageing NSW Inc

ABN 31 090 328 955

### Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2018

		2018	2017
	Note	\$	\$
Revenue - trading	4	983,866	979,068
Other income	4	-	104
Office expenses		(55,329)	(29,663)
National survey expenses		(49,975)	-
Rental expenses		(117,310)	(122,558)
Employee costs - general		(614,467)	(664,178)
Consultancy fees		(56,052)	(14,526)
Accounting fees		(24,002)	(33,044)
Computer expenses		(11,324)	(10,382)
COTA Australia levy		(19,583)	(23,243)
Depreciation expense		(11,610)	(9,582)
Insurance		(8,087)	(9,035)
Meeting expenses		(9,728)	(11,695)
Printing and photocopying costs		(4,655)	(23,592)
Publication and Information resources		(15,372)	(12,292)
Travel and accommodation		(11,182)	(15,286)
Events expenses		(9,928)	(30,428)
Other expenses		(12,367)	(8,048)
<b>Deficit for the year</b>		<b>(47,105)</b>	<b>(38,380)</b>
<b>Other comprehensive income</b>			
Other comprehensive income for the period net of tax		-	-
<b>Total comprehensive loss for the year</b>		<b>(47,105)</b>	<b>(38,380)</b>

The accompanying notes form part of these financial statements.

## Council on the Ageing NSW Inc

ABN 31 090 328 955

### Statement of Financial Position As At 30 June 2018

	Note	2018 \$	2017 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	141,370	127,318
Trade and other receivables	6	15,647	12,355
Other financial assets	7	147,481	244,309
Other assets	10	28,545	23,220
<b>TOTAL CURRENT ASSETS</b>		<b>333,043</b>	<b>407,202</b>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	6	6,417	-
Property, plant and equipment	8	2,526	4,300
Intangible assets	9	-	6,548
<b>TOTAL NON-CURRENT ASSETS</b>		<b>8,943</b>	<b>10,848</b>
<b>TOTAL ASSETS</b>		<b>341,986</b>	<b>418,050</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	11	61,701	49,674
Employee benefits	13	26,464	39,446
Deferred income	12	25,034	46,194
<b>TOTAL CURRENT LIABILITIES</b>		<b>113,199</b>	<b>135,314</b>
<b>NON-CURRENT LIABILITIES</b>			
Employee benefits	13	10,758	17,602
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>10,758</b>	<b>17,602</b>
<b>TOTAL LIABILITIES</b>		<b>123,957</b>	<b>152,916</b>
<b>NET ASSETS</b>		<b>218,029</b>	<b>265,134</b>
<b>EQUITY</b>			
Retained earnings		218,029	265,134
<b>TOTAL EQUITY</b>		<b>218,029</b>	<b>265,134</b>

The accompanying notes form part of these financial statements.

**Council on the Ageing NSW Inc**

ABN 31 090 328 955

**Statement of Changes in Equity**  
**For the Year Ended 30 June 2018**

**2018**

	<b>Retained Earnings</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Balance at July 1, 2017</b>	<b>265,134</b>	<b>265,134</b>
Total comprehensive loss	<b>(47,105)</b>	<b>(47,105)</b>
<b>Balance at 30 June 2018</b>	<b>218,029</b>	<b>218,029</b>

**2017**

	<b>Retained Earnings</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Balance at July 1, 2016</b>	<b>303,514</b>	<b>303,514</b>
Total comprehensive loss	<b>(38,380)</b>	<b>(38,380)</b>
<b>Balance at 30 June 2017</b>	<b>265,134</b>	<b>265,134</b>

The accompanying notes form part of these financial statements.



**Council on the Ageing NSW Inc**

ABN 31 090 328 955

**Statement of Cash Flows**  
**For the Year Ended 30 June 2018**

	2018	2017
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	257,900	249,759
Payments to suppliers and employees	(1,229,436)	(1,247,798)
Interest received	3,697	6,791
Grant received	888,351	948,437
Net cash used in operating activities	<u>(79,488)</u>	<u>(42,811)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	(3,288)	-
Proceeds from term deposit withdrawal	96,828	148,903
Net cash provided by/(used in) investing activities	<u>93,540</u>	<u>148,903</u>
Net increase/(decrease) in cash and cash equivalents held	14,052	106,092
Cash and cash equivalents at beginning of year	<u>127,318</u>	<u>21,226</u>
Cash and cash equivalents at end of financial year	5 <u>141,370</u>	<u>127,318</u>

The accompanying notes form part of these financial statements.

## Council on the Ageing NSW Inc

ABN 31 090 328 955

### Notes to the Financial Statements

For the Year Ended 30 June 2018

The financial report covers Council on the Ageing (NSW) Inc. as an individual entity. Council on the Ageing (NSW) Inc. is a not-for-profit Association, registered and domiciled in Australia.

The principal activities of Council on the Ageing NSW Inc during the financial year were to represent the interests and well being of older people in New South Wales to governments, organisations and the public. The Association applies funds including governments grants to the development of the social policy, information and programs pertaining to older persons in New South Wales.

The functional and presentation currency of Council on the Ageing NSW Inc is Australian dollars.

The financial report was authorised for issue by the Directors on 15 October 2018.

Comparatives are consistent with prior years, unless otherwise stated.

#### 1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and the requirements of the *Australian Charities and Not-for-profits Commission Act 2012 and Associations Incorporations Act 2009*.

#### 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) Leases

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.

##### (c) 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.

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

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

## Council on the Ageing NSW Inc

ABN 31 090 328 955

# Notes to the Financial Statements

## For the Year Ended 30 June 2018

### 2 Summary of Significant Accounting Policies

#### (c) Revenue and other income(continued)

##### Grant revenue

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the entity 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.

When grant revenue is received whereby the entity 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 on receipt.

Council on the Ageing NSW Inc receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of profit or loss and other comprehensive income.

##### Donations

Donations and bequests are recognised as revenue when received.

##### Interest revenue

Interest is recognised using the effective interest method.

##### Other income

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

#### (d) 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.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

## Council on the Ageing NSW Inc

ABN 31 090 328 955

# Notes to the Financial Statements

## For the Year Ended 30 June 2018

### 2 Summary of Significant Accounting Policies

#### (e) 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.

##### Plant and equipment

Plant and equipment are measured using the cost model.

##### 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.

The depreciation rates used for each class of depreciable asset are shown below:

<b>Fixed asset class</b>	<b>Depreciation rate</b>
Furniture, Fixtures and Fittings	33.33%
Office Equipment	33.33%
Computer Equipment	33.33%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

#### (f) Financial instruments

Financial instruments are recognised initially using trade date accounting, i.e. 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).

## Council on the Ageing NSW Inc

ABN 31 090 328 955

# Notes to the Financial Statements

## For the Year Ended 30 June 2018

### 2 Summary of Significant Accounting Policies

#### (f) Financial instruments (continued)

##### *Financial Assets*

Financial assets are divided into the following categories which are described in detail below:

- loans and receivables;
- held-to-maturity investments.

Financial assets are assigned to the different categories on initial recognition, depending on the characteristics of the instrument and its purpose. A financial instrument's category is relevant to the way it is measured and whether any resulting income and expenses are recognised in profit or loss or in other comprehensive income.

All income and expenses relating to financial assets are recognised in the statement of profit or loss and other comprehensive income in the 'finance income' or 'finance costs' line item respectively.

##### *Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in profit or loss.

The Association's trade and other receivables fall into this category of financial instruments.

In some circumstances, the Association renegotiates repayment terms with customers which may lead to changes in the timing of the payments, the Association does not necessarily consider the balance to be impaired, however assessment is made on a case-by-case basis.

## Council on the Ageing NSW Inc

ABN 31 090 328 955

# Notes to the Financial Statements

## For the Year Ended 30 June 2018

### 2 Summary of Significant Accounting Policies

#### (f) Financial instruments (continued)

##### *Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity. Investments are classified as held-to-maturity if it is the intention of the Association's management to hold them until maturity.

Held-to-maturity investments are subsequently measured at amortised cost using the effective interest method, with revenue recognised on an effective yield basis. In addition, if there is objective evidence that the investment has been impaired, the financial asset is measured at the present value of estimated cash flows. Any changes to the carrying amount of the investment are recognised in profit or loss.

##### *Impairment of financial assets*

At the end of the reporting period the Association assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

##### *Financial assets at amortised cost*

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of an allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

#### (g) Intangibles

##### **Software**

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

#### (h) 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.

## Council on the Ageing NSW Inc

ABN 31 090 328 955

# Notes to the Financial Statements

For the Year Ended 30 June 2018

## 2 Summary of Significant Accounting Policies

### (i) 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.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

### (j) Economic dependence

Council on the Ageing NSW Inc is dependent on the grants from Department of Family and Community Services for the majority of its revenue used to operate the business. At the date of this report the directors have no reason to believe the grants from Department of Family and Community Services will not continue to support Council on the Ageing NSW Inc.

### (k) Adoption of new and revised accounting standards

The Association has adopted all standards which became effective for the first time at 30 June 2018, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Association.

### (l) New Accounting Standards and Interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The directors have decided against early adoption of these Standards, but does not expect the adoption of these standards to have any impact on the reported position or performance of the Association.

## 3 Critical Accounting Estimates and Judgments

The directors 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.

## Council on the Ageing NSW Inc

ABN 31 090 328 955

### Notes to the Financial Statements For the Year Ended 30 June 2018

#### 4 Revenue and Other Income

##### Revenue from continuing operations

	2018	2017
	\$	\$
Sales revenue		
- operating grants	633,387	638,996
- client services fees	142,840	192,671
- project grants	82,671	107,820
- national survey income	80,000	-
- donations	16,617	8,327
- insurance commission	11,293	11,341
- membership fees	5,446	10,724
- interest income	4,392	8,004
- other income	5,402	1,185
<b>Total Revenue</b>	<b>983,866</b>	<b>979,068</b>
Other Income		
- Other income	-	104
	-	104
<b>Total Revenue and other income</b>	<b>983,866</b>	<b>979,172</b>

#### 5 Cash and Cash Equivalents

	2018	2017
	\$	\$
Cash at bank and in hand	141,370	127,318
	141,370	127,318



## Council on the Ageing NSW Inc

ABN 31 090 328 955

### Notes to the Financial Statements For the Year Ended 30 June 2018

#### 6 Trade and Other Receivables

	2018	2017
	\$	\$
CURRENT		
Trade receivables	15,647	12,355
<b>Total current trade and other receivables</b>	<b>15,647</b>	<b>12,355</b>

	2018	2017
	\$	\$
NON-CURRENT		
Trade receivables	6,417	-
<b>Total non-current trade and other receivables</b>	<b>6,417</b>	<b>-</b>

#### 7 Other Financial Assets

##### (a) Held-to-maturity investments

	2018	2017
	\$	\$
CURRENT		
Term deposits	147,481	244,309
	<b>147,481</b>	<b>244,309</b>

#### 8 Property, plant and equipment

	2018	2017
	\$	\$
Furniture, fixtures and fittings		
At cost	-	45,116
Accumulated depreciation	-	(45,116)
Total furniture, fixtures and fittings	-	-
Office equipment		
At cost	-	7,371
Accumulated depreciation	-	(3,071)
Total office equipment	-	4,300
Computer equipment		
At cost	3,288	27,819
Accumulated depreciation	(762)	(27,819)
Total computer equipment	2,526	-
<b>Total property, plant and equipment</b>	<b>2,526</b>	<b>4,300</b>

**Council on the Ageing NSW Inc**

ABN 31 090 328 955

**Notes to the Financial Statements  
For the Year Ended 30 June 2018**

**8 Property, plant and equipment (continued)**

**(a) Movements in carrying amounts of property, plant and equipment**

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

	<b>Computer Equipment</b>	<b>Computer Software</b>	<b>Total</b>
	\$	\$	\$
<b>Year ended 30 June 2018</b>			
Balance at the beginning of year	4,300	-	4,300
Written off	(4,300)	-	(4,300)
Additions	3,288	-	3,288
Depreciation expense	(762)	-	(762)
<b>Balance at the end of the year</b>	<u>2,526</u>	<u>-</u>	<u>2,526</u>

	<b>Computer Equipment</b>	<b>Computer Software</b>	<b>Computer Software</b>
	\$	\$	\$
<b>Year ended 30 June 2017</b>			
Balance at the beginning of year	6,757	577	7,334
Depreciation expense	(2,457)	(577)	(3,034)
<b>Balance at the end of the year</b>	<u>4,300</u>	<u>-</u>	<u>4,300</u>

**9 Intangible Assets**

	<b>2018</b>	<b>2017</b>
	\$	\$
Computer software		
Cost	19,645	19,645
Accumulated amortisation and impairment	(19,645)	(13,097)
<b>Net carrying value</b>	<u>-</u>	<u>6,548</u>
<b>Total Intangibles</b>	<u>-</u>	<u>6,548</u>

## Council on the Ageing NSW Inc

ABN 31 090 328 955

### Notes to the Financial Statements For the Year Ended 30 June 2018

#### 9 Intangible Assets

##### (a) Movements in carrying amounts of intangible assets

	Computer software \$	Total \$
<b>Year ended 30 June 2018</b>		
Balance at the beginning of the year	6,548	6,548
Amortisation	(6,548)	(6,548)
<b>Closing value at 30 June 2018</b>	<b>-</b>	<b>-</b>

	Computer software \$	Total \$
<b>Year ended 30 June 2017</b>		
Balance at the beginning of the year	13,097	13,097
Amortisation	(6,549)	(6,549)
<b>Closing value at 30 June 2017</b>	<b>6,548</b>	<b>6,548</b>

#### 10 Other Assets

	2018 \$	2017 \$
<b>CURRENT</b>		
Prepayments	23,102	18,962
Accrued income	5,443	4,258
	<b>28,545</b>	<b>23,220</b>

#### 11 Trade and Other Payables

	2018 \$	2017 \$
<b>Current</b>		
Trade payables	28,880	24,160
Sundry payables and accrued expenses	22,562	7,577
Other payables	10,259	17,937
	<b>61,701</b>	<b>49,674</b>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

## Council on the Ageing NSW Inc

ABN 31 090 328 955

### Notes to the Financial Statements For the Year Ended 30 June 2018

#### 12 Deferred income

	2018	2017
	\$	\$
CURRENT		
Grant received in advance	25,034	46,194
<b>Total</b>	<b>25,034</b>	<b>46,194</b>

#### 13 Employee Benefits

	2018	2017
	\$	\$
Current liabilities		
Provision for annual leave	26,464	39,446
	<b>26,464</b>	<b>39,446</b>

	2018	2017
	\$	\$
Non-current liabilities		
Provision for long service leave	10,758	17,602
	<b>10,758</b>	<b>17,602</b>

#### 14 Capital and Leasing Commitments

##### (a) Operating Leases – Old premises

	2018	2017
	\$	\$
Minimum lease payments under non-cancellable operating leases:		
- not later than one year	111,832	119,119
- between one year and five years	96,279	232,885
	<b>208,111</b>	<b>352,004</b>

The Association vacated the premises at 280 Pitt Street in August 2018 but remains responsible to pay the on-going lease payments until a sub tenant is found.

## Council on the Ageing NSW Inc

ABN 31 090 328 955

### Notes to the Financial Statements For the Year Ended 30 June 2018

#### 14 Capital and Leasing Commitments (continued)

##### (b) Operating Leases – New premises and other leases

	2018	2017
	\$	\$
Minimum lease payments under non-cancellable operating leases:		
- not later than one year	55,501	18,300
- between one year and five years	14,542	16,775
	<u>70,043</u>	<u>35,075</u>

The Association's operating leases comprise of a 1 year property leases ending in August 2019 and a 5 year photocopier lease ending in May 2019 and a 3 year computer lease ending in March 2021.

#### 15 Contingencies

In the opinion of the Directors, the Association did not have any contingencies at 30 June 2018 (30 June 2017:None).

#### 16 Related Parties

The Association's main related parties are as follows:

##### (a) Insurance and Membership Services Limited (IMS)

The Association is a current client of IMS. During the year ended 30 June 2018, the Association received insurance commissions of \$11,293 (2017: \$11,341) as a result of the Association's members taking up insurance with the entity.

The Association has engaged COTA Membership Services (CMS) to manage its membership records. An amount of \$867 (2017:nil) was paid for the service.

##### (b) COTA Australia Ltd

The Association is a member of COTA Australia Ltd, a company incorporated in Australia and limited by guarantee. The Association paid levies of \$19,583 (2017: \$23,243) to COTA Australia Ltd to fund National Policy activities.

#### 17 Events Occurring After the Reporting Date

The financial report was authorised for issue on 21 September 2018 by the board of directors.

The Association signed a new lease and moved to the new office in September 2018.

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.

## Council on the Ageing NSW Inc

ABN 31 090 328 955

### Notes to the Financial Statements For the Year Ended 30 June 2018

#### 18 Income and Expenditure by Source of Revenue

	Income 2018	Expenses 2018	Surplus/ (deficit) 2018	Income 2017	Expenses 2017	Surplus/ (deficit) 2017
	\$	\$	\$	\$	\$	\$
<b>NSW State Government Grants</b>						
<b>FACS/ADHC:</b>						
CORE	461,044	482,743	(21,699)	478,498	492,370	(13,872)
Rent	168,668	168,668	-	160,498	160,498	-
Policy (HACC)	19,795	19,795	-	28,663	28,663	-
Other: NSW Health	58,800	58,800	-	57,400	57,400	-
<b>Other Grants and Sponsorships</b>						
Legal Aid NSW	37,000	37,000	-	30,000	30,000	-
Other Sponsorship	9,940	9,940	-	14,226	14,226	-
<b>COTA (NSW) Activities</b>						
Client Services	185,469	197,915	(12,446)	160,201	181,823	(21,622)
Donations	16,617	-	16,617	8,327	-	8,327
Memberships	5,446	3,500	1,946	10,724	8,600	2,124
Insurance Commission	11,293	-	11,293	11,341	-	11,341
Interest received	4,392	-	4,392	8,004	-	8,004
Unallocated amounts	5,402	52,610	(47,208)	1,289	33,971	(32,682)
<b>TOTAL</b>	<b>983,866</b>	<b>1,030,971</b>	<b>(47,105)</b>	<b>979,171</b>	<b>1,017,551</b>	<b>(38,380)</b>

#### 19 Fundraising

	2018	2017
	\$	\$
Donations	16,617	8,327
Expenses	-	-
<b>Net surplus</b>	<b>16,617</b>	<b>8,327</b>

#### 20 Statutory information

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

Council on the Ageing NSW Inc  
Level 11, St Martins Tower  
31 Market Street  
Sydney NSW 2000

**Council on the Ageing NSW Inc**

ABN 31 090 328 955

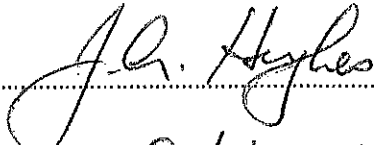
**Directors' Declaration**

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

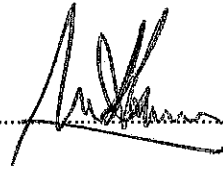
- present fairly the financial position of Council on the Ageing (NSW) Inc as at 30 June 2018 and its performance for the year ended on that date;
- there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

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

Responsible person .....



Responsible person .....



Dated

15th October 2018

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## INDEPENDENT AUDIT REPORT TO THE MEMBERS OF COUNCIL ON THE AGEING (NSW) INC

### **Opinion**

We have audited the financial report of Council on the Ageing (NSW) Inc, (the Company), which comprises the statement of financial position as at 30 June 2018, the income statement, statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the Directors' Declaration of the Company.

In our opinion:

1. The financial report of Council on the Ageing (NSW) Inc has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, and the requirements of the *Associations Incorporations Act 2009* including:
  - (i) giving a true and fair view of the entity's financial position as at 30 June 2018 and of its performance for the year ended on that date; and
  - (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements (including Australian Accounting Interpretations);
2. We have been given all the information, explanation and assistance necessary for the conduct of the audit;
3. The entity has kept financial records sufficient to enable a financial report to be prepared; and;
4. The entity has kept other records as required by Part 3-2 of *Australian Charities and Not-for-profits Commission Act 2012*.

### **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 Group in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, *Associations Incorporations Act 2009* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia; and we have 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.



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### ***Other Information***

The Directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2018, but does not include the financial report and the auditor's report thereon. Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based upon the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### ***Directors' Responsibilities***

The Directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012, Associations Incorporations Act 2009* and for 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 Directors are responsible for assessing the Group'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 Directors either intend to liquidate the Group or 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 this financial report.

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

- Identify and assess the risks of material misstatement of the financial report, 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.

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- 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting in the preparation of the financial report. We also conclude, based on the audit evidence obtained, whether a material uncertainty exists related to events and conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report to the disclosures in the financial report about the material uncertainty or, if such disclosures are inadequate, to modify the opinion on the financial report. However, future events or conditions may cause an entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with the Directors 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.

We are also required to provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Robert Nielson.

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Robert Nielson

Director

Sydney

15/10/2018