



**CLAN Midland**  
COMMUNITY LINK & NETWORK

**CLAN MIDLAND INC.  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2019**

# CLAN MIDLAND INC.

ABN: 98 913 998 827

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FOR THE YEAR ENDED 30 JUNE 2019

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# CLAN MIDLAND INC.

ABN: 98 913 998 827

## BOARD'S REPORT

### FOR THE YEAR ENDED 30 JUNE 2019

Your Board members submit the financial report of CLAN Midland Inc. for the financial year ended 30 June 2019.

#### Board members

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

Megan Dawson (Chairperson)  
Seanna Dempsey (Deputy Chairperson)  
Clair Scanlan (Secretary)  
Ian Johnson (Acting Treasurer)  
Lesley Bremner Bell  
Christopher Cable  
Zane Hughes – resigned 9/4/2019  
Brigid Anderson – resigned 24/6/2019

#### Principal activities

The principal activity of the association during the financial year is:

to provide parenting support via home visiting, programs and workshops in our service delivery area, and to provide a holistic approach for schools and communities in our service delivery area to connect with families and help support their needs.

#### Significant changes

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

#### Operating result

The surplus (deficit) of the Association for the financial year amounted to \$(16,937).

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

  
\_\_\_\_\_  
Megan Dawson (Chairperson)

  
\_\_\_\_\_  
Seanna Dempsey (Deputy Chairperson)

Dated 31 October 2019

# CLAN MIDLAND INC.

ABN: 98 913 998 827

## INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
<b>Income</b>		
Donations	1,200.00	2,436.60
Grants - Govt Funding Body	416,257.92	393,331.88
Grants and Other Fee for Service	34,636.55	176,714.88
Interest Received	713.42	461.68
Provision written back	-	2,919.45
	<u>452,807.89</u>	<u>575,864.49</u>
<b>Expenses</b>		
Administration Costs	90,999.76	99,339.67
Employee Expenses	328,162.11	314,208.84
Insurance	7,536.46	-
Operational Costs	43,484.56	114,636.33
Repairs & Maintenance	1,169.58	2,939.12
	<u>471,352.47</u>	<u>531,123.96</u>
<b>Net surplus (deficit)</b>	<u>(18,544.58)</u>	<u>44,740.53</u>
Prior Period Adjustment	1,607.16	(10,305.01)
Retained surplus at the beginning of the financial year	86,800.35	52,364.83
<b>Retained surplus at the end of the financial year</b>	<u><u>69,862.93</u></u>	<u><u>86,800.35</u></u>

The accompanying notes form part of these financial statements.

# CLAN MIDLAND INC.

ABN: 98 913 998 827

## BALANCE SHEET

FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
<b>Current assets</b>			
Cash and cash equivalents	3	130,039.88	133,344.98
Trade and other receivables	4	8,107.38	3,644.18
<b>Total current assets</b>		<u>138,147.26</u>	<u>136,989.16</u>
<b>Total assets</b>		<u>138,147.26</u>	<u>136,989.16</u>
<b>Current liabilities</b>			
Trade and other payables	5	8,627.12	-
Provisions	6	41,671.52	37,210.85
<b>Total current liabilities</b>		<u>50,298.64</u>	<u>37,210.85</u>
<b>Non-current liabilities</b>			
Provisions	6	17,985.69	12,977.96
<b>Total non-current liabilities</b>		<u>17,985.69</u>	<u>12,977.96</u>
<b>Total liabilities</b>		<u>68,284.33</u>	<u>50,188.81</u>
<b>Net assets</b>		<u>69,862.93</u>	<u>86,800.35</u>
<b>Members' funds</b>			
Retained surplus	7	69,862.93	86,800.35
<b>Total members' funds</b>		<u>69,862.93</u>	<u>86,800.35</u>

The accompanying notes form part of these financial statements.

# CLAN MIDLAND INC.

ABN: 98 913 998 827

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2019

	Note	Retained surplus \$	Total \$
<b>Balance at 1 July 2017</b>		52,365	52,365
Surplus attributable to members		34,435	34,435
<b>Balance at 30 June 2018</b>		86,800	86,800
(Deficit) attributable to members		(16,937)	(16,937)
<b>Balance at 30 June 2019</b>	<b>7</b>	69,863	69,863

The accompanying notes form part of these financial statements.

# CLAN MIDLAND INC.

ABN: 98 913 998 827

## CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		452,238.65	553,877.58
Payments to suppliers and employees		(456,416.17)	(535,919.03)
Interest received		713.42	461.68
<b>Net cash provided by operating activities</b>	<b>8</b>	<u>(3,305.10)</u>	<u>18,420.23</u>
Net increase in cash held		(3,305.10)	18,420.23
Cash at beginning of financial year		133,344.98	114,924.75
Cash at end of financial year	<b>3</b>	<u>130,039.88</u>	<u>133,344.98</u>

The accompanying notes form part of these financial statements.



# CLAN MIDLAND INC.

ABN: 98 913 998 827

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 30 JUNE 2019

The financial statements cover CLAN Midland Inc. as an individual entity. CLAN Midland Inc. is a not-for-profit association incorporated in Western Australia under the Associations Incorporation Act 2015 ('the Act').

The principal activity of the association for the year ended 30 June 2019 is:

to provide parenting support via home visiting, programs and workshops in our service delivery area, and to provide a holistic approach for schools and communities in our service delivery area to connect with families and help support their needs.

Comparatives are consistent with prior years, unless otherwise stated.

#### **1 Basis of preparation**

In the opinion of the Board of Management, the Association is not a reporting entity since there are unlikely to exist users of the financial report who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Australian Charities and Not-for-profits Commission Act 2012, the Australian Charities and Not-for-profits Commission Regulation 2013 (ACNC), the Associations Incorporation Act (WA) 2015 and the Association's Constitution.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 Presentation of Financial Statements, AASB 107 Statement of Cash Flows, AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors AASB 1048 Interpretation and Application of Standards and AASB 1054 Australian Additional Disclosures to the extent deemed relevant by the Board.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

#### **2 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 this financial report.



# CLAN MIDLAND INC.

ABN: 98 913 998 827

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2019

### Taxation

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*. The Association is endorsed as a Registered Charity with ACNC and has Income Tax Exemption, including GST and FBT concessions with ATO.

### Deductible Gift Recipient

The Association is approved as a Deductible Gift Recipient by the ATO as a Public Benevolent Institution. Gifts to the Association are tax deductible.

### 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.

### Interest revenue

Interest is recognised when received.

### 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 GST.

### 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.

# CLAN MIDLAND INC.

ABN: 98 913 998 827

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2019

### 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.

### Impairment of non-financial assets

At the end of each reporting period, the Association determines whether there is an evidence of any impairment indicator for non-financial assets.

Where this indicator exists, the recoverable amount of the assets is estimated.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in surplus or deficit.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment deficit.

### 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.

# CLAN MIDLAND INC.

ABN: 98 913 998 827

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
<b>3 Cash and cash equivalents</b>			
CLAN Midland 107648		59,421.09	25,109.46
CLAN Savings 536960		69,025.83	48,174.79
CLAN Long Service 241521		-	9.58
CLAN LSL Savings 536944		-	22,961.00
C/Outreach 536928		-	1,867.15
C/Outreach Savings 536936		-	208.76
BFF 652849		-	25,597.58
BFF Savings 652857		-	199.36
MNHC 149416		-	89.52
MNHC Savings 536979		-	50.07
C/Impact 500626		1,273.84	8,633.02
C/Impact Savings 536952		-	34.83
CLAN Petty Cash		25.20	409.86
Cash - LoadNGo Visa Cards		293.92	-
		<u>130,039.88</u>	<u>133,344.98</u>
<b>4 Trade and other receivables</b>			
<b>Current</b>			
Accounts Receivable		3,355.00	3,308.18
GST Payable		4,752.38	336.00
		<u>8,107.38</u>	<u>3,644.18</u>
<b>5 Trade and other payables</b>			
<b>Current</b>			
Accounts Payable		169.31	-
MNHC Bond		350.00	-
Other Payroll Liabilities		107.45	-
PAYG Withholding		5,176.00	7,844.00
Superannuation Payable		2,824.36	-
		<u>8,627.12</u>	<u>-</u>

# CLAN MIDLAND INC.

ABN: 98 913 998 827

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
<b>6 Provisions</b>			
<b>Current</b>			
Provision for Holiday Pay		29,760.98	20,644.38
Provision for LSL - Current		11,910.54	8,722.47
		<u>41,954.97</u>	<u>37,210.85</u>
<b>Non-current</b>			
Provision for LSL		17,985.69	12,977.96
		<u>17,985.69</u>	<u>12,977.96</u>
<b>7 Retained surplus</b>			
Retained surplus at the beginning of the financial year		86,800.35	52,364.83
Net surplus (deficit) after adjustments		(16,937.42)	34,435.52
Retained surplus at the end of the financial year		<u>69,862.93</u>	<u>86,800.35</u>
<b>8 Cash Flow Information</b>			
<b>Reconciliation of Net Cash in Operating Activities to Operating Result</b>			
Surplus from operations		(16,937.42)	34,435.52
<b>Non-cash flows in surplus</b>			
Leave Provisions		17,312.31	(24,111.19)
<b>Changes in operating assets and liabilities</b>			
(Increase)/decrease in trade receivables		(46.82)	17,192.95
(Increase)/decrease in other current assets		(4,416.38)	760.00
Increase/(decrease) in trade payables		169.31	-
Increase/(decrease) in other current payables		613.90	(9,857.05)
		<u>(3,305.10)</u>	<u>18,420.23</u>

## CLAN MIDLAND INC.

ABN: 98 913 998 827

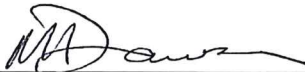
### STATEMENT BY MEMBERS OF THE BOARD

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

The Board of Management declared that in the Board's opinion:

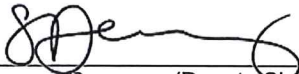
1. there are reasonable grounds to believe that CLAN Midland Inc. is able to pay all of its debts, as and when they become due and payable; and
2. the financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012.
3. the Board has complied with the Governance Standards of the ACNC.

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



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Megan Dawson (Chairperson)



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Seanna Dempsey (Deputy Chairperson)

Dated 31 October 2019



## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF CLAN MIDLAND INC ABN 98 913 998 827

### Report on the financial report

We have reviewed the accompanying financial report, being a special purpose financial report, of CLAN Midland Inc. (the association), which comprises the balance sheet as at 30 June 2019, the income statement, statement of recognised income and expenditure and cash flow statement, a summary of significant accounting policies, other explanatory notes and the statement by members of the Board of Management.

### Board of Management's responsibility for the financial report

The Board of Management of the Association is responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are consistent with the financial reporting requirements of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) and the Association's constitution and are appropriate to meet the needs of the members. The Board of Management's responsibility also includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### Auditor's responsibility

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2415 *Review of a Financial Report: Entity Reporting under the ACNC Act*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the financial report does not satisfy the requirements of Division 60 of the ACNC Act including: giving a true and fair view of the registered entity's financial position as at 30 June 2019 and its performance for the year ended on that date; and complying with any Australian Accounting Standards applicable and the *Australian Charities and Not-for-profits Commission Regulation 2013* (ACNC Regulation). ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

The financial report has been prepared for distribution to members for the purpose of fulfilling the association's financial reporting obligations under Division 60 of the ACNC Act and Division 60 of the ACNC Regulation 2013 and disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

**INDEPENDENT AUDITOR'S REVIEW REPORT**  
**TO THE MEMBERS OF CLAN MIDLAND INC**  
**ABN 98 913 998 827**

**Independence**

In conducting our review, we have complied with the independence requirements of Australian professional ethical pronouncements.

**Conclusion**

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the financial report of CLAN Midland Inc. does not satisfy the requirements of Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2019 and of their performance and cash flows for the year ended on that date; and
- (ii) complying with the Australian Accounting Standards to the extent described in Note 1, and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

**Basis of Accounting**

Without modifying our opinion, 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 responsible entities' financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose.

**Harding & Thornbury Pty Ltd**

Signature:  \_\_\_\_\_

7 King William St, Bayswater WA 6053

20 November 2019