

# **TECHNOLOGY FOR AGEING AND DISABILITY QLD INC**

## **FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020**

### **CONTENTS**

Statement of Income and Expenditure	2
Statement of Financial Position	3
Statement of Changes in Equity	4
Statement of Cash Flow	5
Notes to the Accounts	6
Statement by Board of Management	10
Independent Audit Report	11

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC**  
**STATEMENT OF INCOME AND EXPENDITURE**  
**FOR THE YEAR ENDED 30 JUNE 2020**

	NOTES	2020 \$	2019 \$
<b>INCOME</b>			
State Grants		108,038	84,465
Federal Grants		461,589	393,144
Philanthropic Grants	2	40,000	51,589
Covid 19 Relief		50,490	-
Project Contributions & Income		219,367	160,603
Donations & Fundraising		2,245	2,573
Miscellaneous Income (inc Interest)		37,047	22,917
Volunteer Labour Contribution (in kind)		93,891	87,555
<b>TOTAL INCOME</b>		<b>1,012,667</b>	<b>802,846</b>
<b>EXPENSES</b>			
Staff Entitlements & Related Costs		472,059	651,463
Staff Training & Travel		3,045	8,650
Project Costs & Client Services		113,931	85,243
Administration & Office		49,169	43,291
Property & Occupancy		74,899	75,118
Conferences & Seminars		1,878	11,118
Interest		13,060	12,679
Motor Vehicle		8,863	9,877
Volunteer Labour		93,891	87,555
<b>TOTAL EXPENSES</b>		<b>830,795</b>	<b>984,994</b>
<b>SURPLUS/(DEFICIT) BEFORE INCOME TAX</b>		<b>181,872</b>	<b>(182,148)</b>
Income Tax Expense		-	-
<b>SURPLUS/(DEFICIT) AFTER INCOME TAX</b>		<b>181,872</b>	<b>(182,148)</b>

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2020**

	NOTES	2020 \$	2019 \$
<b>CURRENT ASSETS</b>			
Cash at Bank		178,908	9,678
Receivables	4	44,194	18,521
Inventories	3	8,236	10,650
		<u>231,338</u>	<u>38,849</u>
<b>NON-CURRENT ASSETS</b>			
Property, Vehicles & Equipment	5	1,537,502	1,559,430
Intangible Assets	6	9,353	12,070
		<u>1,546,855</u>	<u>1,571,500</u>
<b>TOTAL ASSETS</b>		1,778,193	1,610,349
<b>CURRENT LIABILITIES</b>			
Trade Creditors		18,198	4,030
Other Creditors & Accruals		14,055	50,078
Provision for Employee Entitlements		15,492	42,646
Loans	8	25,932	23,580
Grants Unexpended		80,000	40,000
GST Payable		872	7,880
		<u>154,549</u>	<u>168,214</u>
<b>NON CURRENT LIABILITIES</b>			
Loans	8	221,752	241,489
<b>TOTAL LIABILITIES</b>		<u>376,301</u>	<u>409,703</u>
<b>NET ASSETS</b>		<u>1,401,892</u>	<u>1,200,646</u>
<b>MEMBERS EQUITY</b>			
Retained Earnings		<u>1,401,892</u>	<u>1,200,646</u>

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2020**

	\$
Balance 01/07/2018	1,382,794
Surplus (Deficit) for Year	<u>(182,148)</u>
Balance 30/06/2019	1,200,646
Prior Year Adjustment - Liabilities	19,374
Surplus (Deficit) for Year	<u>181,872</u>
<b>Balance 30/06/2020</b>	<u><b>1,401,892</b></u>

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2020**

	Note	2020	2019
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipts from funding bodies		660,458	557,609
Receipts from customers and members		242,438	187,112
Payment to suppliers and employees		(699,035)	(829,587)
Interest received		1,465	371
Interest Paid		<u>(13,060)</u>	<u>(12,679)</u>
<b>Net cash provided by/(used in) operating activities</b>	<b>7</b>	<u>192,266</u>	<u>(97,174)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Payment for property, plant and equipment		(5,650)	(1,775)
Payment for software development		<u>-</u>	<u>(6,955)</u>
		(5,650)	(8,730)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Repayment of borrowings		<u>(17,386)</u>	<u>(13,260)</u>
Net increase in cash held		169,230	(119,164)
Cash at beginning of financial year		<u>9,678</u>	<u>128,842</u>
<b>Cash at end of financial year</b>		<u>178,908</u>	<u>9,678</u>

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**NOTE 1 – ACCOUNTING POLICIES**

The board of management have prepared the financial statements on the basis that the association is a non-reporting entity because there are no users who are dependent on its general purpose financial reports. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Associations Incorporation Act 1981.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Associations Incorporation Act 1981 and the significant accounting policies disclosed below, which the board have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of this report are as follows:-

**(a) Revenue**

**Revenue Recognition:**

The association has applied AASB 15: *Revenue from Contracts with Customers* (AASB 15) and AASB 1058: *Income of Not-for-Profit Entities* (AASB 1058).

**(i) Operating Grants and Sponsorship:**

When the association receives operating grant revenue and sponsorship it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the association - identifies each performance obligation relating to the grant - recognises a contract liability for its obligations under the agreement - recognises revenue as it satisfies its performance obligations.

**(ii) Capital Grants:**

When the association receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

The association recognises income in profit or loss when or as the association satisfies its obligations under the terms of the grant.

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

**(iii) Donations and bequests are recognised as revenue when received.**

**(iv) Interest revenue is recognised on a time proportional basis taking into account the interest rates applicable to the financial asset.**

**(v) Revenue from the rendering of a service is recognised upon the delivery of the service to the customers in accordance with relevant performance obligations.**

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

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**NOTE 1 – ACCOUNTING POLICIES (cont'd)**

**(b) Income Tax**

The incorporated association is an income tax exempt body in accordance with the Income Tax Assessment Act 1997.

**(c) Inventories**

Inventories are valued at the lower of cost and current replacement cost.

**(d) Depreciation and Amortisation**

Plant and Equipment is depreciated so that the assets are written off over their estimated useful lives using reducing balance or straight line methods as appropriate.

**(e) Employee Entitlements**

Liabilities for employees' entitlements to long service leave and annual leave are provided for in accordance with legislative requirements.

Contributions are made by the company to an employee superannuation fund and are charged as expenses when incurred. The incorporated association has no legal obligation to cover any shortfall in the fund's obligation to provide benefits to employees on retirement.

**(f) Impairment of Assets**

At the end of each reporting period, the association reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss.

**(g) Comparative Figures**

Comparative figures have been adjusted to conform with changes in presentation for the current financial year where required by accounting standards or as a result of changes in accounting policy.

**(h) Critical Accounting Estimates and Judgements**

The board of management evaluate estimates and judgements 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.

**Key Estimates**

**(i) Impairment**

The association assesses impairment at the end of each reporting period by evaluating conditions and events specific to the association that may be indicative of impairment triggers.

**(ii) Plant and Equipment**

The association reviews the useful life of plant and equipment on annual basis.

**Key Judgements**

**(i) Performance Obligations under AASB 15**

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/type, cost/value, quantity and the period of transfer related to the goods or services promised.

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2020**

	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 2 – GRANTS RECEIVED - OTHER</b>		
Viertel Foundation	40,000	40,000
Other	-	11,589
	<u>40,000</u>	<u>51,589</u>
<b>NOTE 3 – INVENTORIES</b>		
Stock on Hand at Cost - Freedom Wheels	8,236	10,650
	<u>8,236</u>	<u>10,650</u>
<b>NOTE 4 – RECEIVABLES</b>		
Trade Debtors	31,484	16,728
Less Provision for Doubtful Debts	<u>(9,000)</u>	<u>(2,529)</u>
	22,484	14,199
Other Debtors & Prepayments	21,710	4,322
	<u>21,710</u>	<u>4,322</u>
	<u>44,194</u>	<u>18,521</u>
<b>NOTE 5 - PROPERTY VEHICLES AND EQUIPMENT</b>		
Land & Building - at Cost	1,693,804	1,693,804
Less Accumulated Depreciation	<u>(168,660)</u>	<u>(153,711)</u>
	1,525,144	1,540,093
Motor Vehicles - at Cost	60,894	60,894
Less Accumulated Depreciation	<u>(60,853)</u>	<u>(54,636)</u>
	41	6,258
Plant, Furniture, Fixtures & Office Equipment - at Cost	82,864	90,224
Less Accumulated Depreciation	<u>(74,029)</u>	<u>(78,109)</u>
	8,835	12,115
Workshop Plant - at Cost	25,564	12,554
Less Accumulated Depreciation	<u>(22,082)</u>	<u>(11,590)</u>
	3,482	964
	<u>1,537,502</u>	<u>1,559,430</u>
<b>NOTE 6 -INTANGIBLE ASSETS</b>		
Data Base - at Cost	9,790	9,790
Less Accumulated Amortisation	<u>(3,916)</u>	<u>(2,937)</u>
	5,874	6,853
Website Development - at Cost	6,955	6,955
Less Accumulated Amortisation	<u>(3,476)</u>	<u>(1,738)</u>
	3,479	5,217
	<u>9,353</u>	<u>12,070</u>
<b>NOTE 7 - CASH FLOW INFORMATION</b>		
Reconciliation of cash flow from operations with surplus (deficit) from ordinary activities after income tax.		
Surplus (Deficit) From Ordinary Activities After Income Tax	181,872	(182,148)
Non Cash Flows in Profit from Ordinary Activities:		
Depreciation & Profit on Sale of Assets	30,299	32,143



**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**NOTE 7 - CASH FLOW INFORMATION (cont'd)**

	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
Changes in Assets and Liabilities:		
Decrease in Inventories	2,414	(2,650)
Increase in Receivables	(25,673)	(263)
Decrease in Payables	(9,492)	14,091
Decrease in Provisions	(27,154)	13,242
Increase in Unexpended Grants	40,000	28,411
	<hr/>	<hr/>
Cash Flow from Operations	192,266	(97,174)

**NOTE 8 - MORTGAGES AND CHARGES**

Loans are secured by mortgage over the Association Land & Buildings at Ashtan Place, Banyo, Qld in favour of the National Australia Bank.

The property was purchased with the assistance of a Grant of \$750,000 from Disability Services Queensland which was provided under a Capital Funding Agreement in 2009. Under the Agreement the grant would be repayable if the Building was no longer used for the operations of Technology for Ageing and Disability Qld Inc.

**NOTE 9 - SUBSEQUENT EVENTS**

Future Operational Funding:

The Commonwealth funding has been confirmed for the 2020-21 year and TADQ is in negotiations for future years beyond June 2021. The Board is looking at several options to ensure ongoing sustainability.

**NOTE 10 - ECONOMIC DEPENDENCE**

The economic dependence of TADQ is changing from Commonwealth Government Grants only to a mix of funding through My Aged Care, and through NDIS clients in keeping with government strategies.

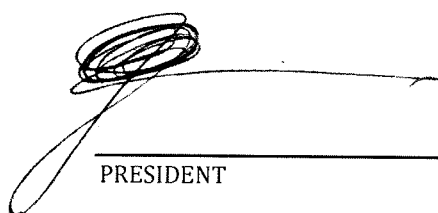
**NOTE 11 - COVID-19 PANDEMIC**

The impacts of the COVID-19 pandemic and the restrictions imposed in the management of the pandemic inevitably impacted the operations of TADQ with its main focus shifted from the normal day to day operations to providing advice and support to clients, referrers and volunteers during the lockdown period. Looking forward, the organisation is planning for a full resumption of its activities. There does not currently appear to be any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the organisation unfavorably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic. TADQ has received support from the Commonwealth Government via its Stimulus Package and Jobkeeper subsidy.

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC  
STATEMENT BY BOARD OF MANAGEMENT  
FOR THE YEAR ENDED 30 JUNE 2020**

The attached special purpose financial statements of the TECHNOLOGY FOR AGEING AND DISABILITY QLD INC for the year ended 30th June 2020 are in our opinion, properly drawn up so as to present fairly the financial position of the TECHNOLOGY FOR AGEING AND DISABILITY QLD INC as at 30th June 2020 and the result of its operations for the year then ended and are in accordance with the provisions of the Constitution and of the Associations Incorporation Act 1981.

Signed in accordance with a resolution of the Board of Management



\_\_\_\_\_

PRESIDENT

Dated: 23 Oct, 2020

# **TECHNOLOGY FOR AGEING AND DISABILITY QLD INC INDEPENDENT AUDIT REPORT**

## **TO THE MEMBERS OF TECHNOLOGY FOR AGEING AND DISABILITY QLD INC**

### **Report on the Audit of the Financial Report**

#### ***Opinion***

We have audited the financial report of Technology for Ageing and Disability Qld Inc (the association), which comprises the statement of financial position as at 30 June 2020, statement of income & expenditure for the year then ended, statement of cash flows, notes to the financial statements, including a summary of significant accounting policies, and the statement by board of management on the annual statements giving a true and fair view of the financial position and performance of the association.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the association as at 30 June 2020 and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Act 1981 (QLD).

#### ***Basis for Opinion***

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in accordance with 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 audit opinion.

#### ***Emphasis of Matter***

##### ***- Future Operational Funding***

We draw attention to Note 9 to the financial statements in which the Board of Management outline strategies to address the reduction in future funding of the association by the State Government. These strategies are to ensure the ongoing sustainability of the association. Our opinion is not modified in respect of this matter.

##### ***- Basis of Accounting***

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the association to meet the requirements of the Associations Incorporation Act 1981 (QLD). 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 for the Financial Report***

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Act 1981 (QLD) and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the committee either intends to liquidate the association or to cease operations, or has 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.

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC  
INDEPENDENT AUDIT REPORT**

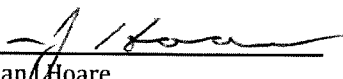
**TO THE MEMBERS OF TECHNOLOGY FOR AGEING AND DISABILITY QLD INC**

***Auditor's Responsibilities for the Audit of the Financial Report (cont'd)***

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement 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.
- 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 association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association 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 financial report represents 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 reporting unit to express an opinion on the financial report. I am responsible for the direction, supervision and performance of the reporting unit audit. I remain solely responsible for my audit opinion.

We communicate with the committee 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.

  
Norman Hoare  
Registered Company Auditor

Morris & Batzloff  
Chartered Accountants  
141 Logan Road, Woolloongabba

Dated: 23/10/2020