

TECHNOLOGY FOR AGEING AND DISABILITY QLD INC

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

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**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2019**

	NOTES	2019 \$	2018 \$
INCOME			
State Grants		84,465	124,872
Federal Grants		387,608	377,260
Philanthropic Grants	2	57,125	87,599
Project Contributions & Income		160,603	124,125
Donations & Fundraising		2,573	993
Miscellaneous Income (inc Interest)		22,917	30,693
Volunteer Labour Contribution (in kind)		87,555	242,845
TOTAL INCOME		802,846	988,387
EXPENSES			
Staff Entitlements & Related Costs		651,463	510,510
Staff Training		2,270	120
Project Costs & Client Services		85,243	91,909
Administration & Office Costs		43,291	55,391
Property & Occupancy Costs		75,118	71,854
Conferences & Seminars		11,118	9,740
Interest Paid		12,679	16,590
Motor Vehicle Expenses		9,877	9,492
Travelling Expenses		6,380	3,091
Volunteer Labour Cost (in kind)		87,555	242,845
TOTAL EXPENSES		984,994	1,011,542
SURPLUS/(DEFICIT) BEFORE INCOME TAX		(182,148)	(23,155)

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2019**

	NOTES	2019 \$	2018 \$
SURPLUS/(DEFICIT) BEFORE INCOME TAX		(182,148)	(23,155)
Income Tax Expense		<u>-</u>	<u>-</u>
SURPLUS/(DEFICIT) AFTER INCOME TAX		(182,148)	(23,155)
SURPLUS (DEFICIT) FOR YEAR		(182,148)	(23,155)
Retained Earnings at beginning of Year		<u>1,382,794</u>	<u>1,405,949</u>
Retained Earnings at end of Year		<u>1,200,646</u>	<u>1,382,794</u>

TECHNOLOGY FOR AGEING AND DISABILITY QLD INC
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	NOTES	2019 \$	2018 \$
CURRENT ASSETS			
Cash on Hand		-	-
Cash at Bank		9,678	128,842
Receivables	4	18,521	18,258
Inventories	3	10,650	8,000
		<u>38,849</u>	<u>155,100</u>
NON-CURRENT ASSETS			
Property, Vehicles & Equipment	5	1,559,430	1,587,081
Intangible Assets	6	12,070	7,832
		<u>1,571,500</u>	<u>1,594,913</u>
TOTAL ASSETS		1,610,349	1,750,013
CURRENT LIABILITIES			
Trade Creditors		4,030	11,829
Other Creditors & Accruals		50,078	32,445
Provision for Employee Entitlements		42,646	29,404
Loans	8	23,580	25,932
Grants Unexpended		40,000	11,589
GST Payable		7,880	3,623
		<u>168,214</u>	<u>114,822</u>
NON CURRENT LIABILITIES			
Loans	8	241,489	252,397
TOTAL LIABILITIES		<u>409,703</u>	<u>367,219</u>
NET ASSETS		<u>1,200,646</u>	<u>1,382,794</u>
MEMBERS EQUITY			
Retained Earnings		<u>1,200,646</u>	<u>1,382,794</u>

TECHNOLOGY FOR AGEING AND DISABILITY QLD INC

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019	2018
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from funding bodies		557,609	587,931
Receipts from customers and members		187,112	158,452
Payment to suppliers and employees		(829,587)	(711,837)
Interest received		371	603
Interest Paid		(12,679)	(16,590)
Net cash provided by/(used in) operating activities	7	(97,174)	18,559
CASH FLOW FROM INVESTING ACTIVITIES			
Payment for property, plant and equipment		(1,775)	(5,859)
Payment for software development		(6,955)	-
Sale of property, plant and equipment		-	-
		<u>(8,730)</u>	<u>(5,859)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of borrowings		(13,260)	(7,106)
Net increase in cash held		(119,164)	5,594
Cash at beginning of financial year		<u>128,842</u>	<u>123,248</u>
Cash at end of financial year		<u>9,678</u>	<u>128,842</u>

TECHNOLOGY FOR AGEING AND DISABILITY QLD INC
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

NOTE 1 – ACCOUNTING POLICIES

This special purpose financial report has been prepared for distribution to the members to fulfil the Management Committee's financial reporting requirements under the incorporated association's rules. The accounting policies used in the preparation of this report as described below, are consistent with the financial reporting requirements of the incorporated association's rules and with previous years, and are in the opinion of the Management Committee, appropriate to meet the needs of members. The Financial Report has been prepared on an accruals basis.

(a) Revenue

Grant revenue is recognised in the statement of income & expenditure when the entity obtains control of the grant and 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.

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.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised as it accrues using the effective interest rate 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.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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

(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.

NOTE 2 – GRANTS RECEIVED - OTHER	2019	2018
	\$	\$
Gambling Community Benefit Fund	-	7,599
Viertel Foundation	40,000	80,000
ILC QLD	5,536	-
Other	11,589	-
	<u>57,125</u>	<u>87,599</u>

TECHNOLOGY FOR AGEING AND DISABILITY QLD INC
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
NOTE 3 - INVENTORIES		
Stock on Hand at Cost - Freedom Wheels	10,650	8,000
	<u>10,650</u>	<u>8,000</u>
NOTE 4 - RECEIVABLES		
Trade Debtors	16,728	18,118
Less Provision for Doubtful Debts	(2,529)	(5,624)
	<u>14,199</u>	<u>12,494</u>
Other Debtors & Prepayments	4,322	5,764
	<u>4,322</u>	<u>5,764</u>
	<u>18,521</u>	<u>18,258</u>
NOTE 5 - PROPERTY VEHICLES AND EQUIPMENT		
Land & Building at Cost	1,693,804	1,693,804
Less Accumulated Depreciation	(153,711)	(138,762)
	<u>1,540,093</u>	<u>1,555,042</u>
Motor Vehicles at Cost	60,894	60,894
Less Accumulated Depreciation	(54,636)	(46,189)
	<u>6,258</u>	<u>14,705</u>
Plant, Furniture, Fixtures & Office Equipment at Cost	90,224	88,449
Less Accumulated Depreciation	(78,109)	(72,746)
	<u>12,115</u>	<u>15,703</u>
Workshop Plant (Yuri Varabioff)	12,554	12,554
Less Accumulated Depreciation	(11,590)	(10,923)
	<u>964</u>	<u>1,631</u>
	<u>1,559,430</u>	<u>1,587,081</u>
NOTE 6 - INTANGIBLE ASSETS		
Data Base	9,790	9,790
Less Accumulated Amortisation	(2,937)	(1,958)
	<u>6,853</u>	<u>7,832</u>
Website Development - at cost	6,955	-
Less Accumulated Amortisation	(1,738)	-
	<u>5,217</u>	<u>-</u>
	<u>12,070</u>	<u>7,832</u>
NOTE 7 - CASH FLOW INFORMATION		
Reconciliation of cash flow from operations with surplus (deficit) from ordinary activities after income tax.		
Surplus (Deficit) From Ordinary Activities After Income Tax	(182,148)	(23,155)
Non Cash Flows in Profit from Ordinary Activities:		
Depreciation & Profit on Sale of Assets	32,143	33,777

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

NOTE 7 - CASH FLOW INFORMATION (cont'd)

	2019	2018
Changes in Assets and Liabilities:	\$	\$
Increase in Inventories	(2,650)	(3,500)
Increase in Receivables	(263)	(2,520)
Increase in Payables	14,091	9,206
Increase in Provisions	13,242	4,751
Increase in Unexpended Grants	<u>28,411</u>	<u>-</u>
Cash Flow from Operations	<u>(97,174)</u>	<u>18,559</u>

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:

In late May 2019, TADQ was advised that the State government funding that had commenced reducing in October 2018 would cease and that alternative grants applied for were not available. The Board looked at a number of options to ensure the ongoing sustainability of TADQ and decided that a significant restructure was required. This has been effected from 25 October 2019 where the FTE for staffing has been reduced from a little over 8 to 3.8 FTE staff. The plan for sustainability is to revert to a technical volunteer model and rebuild our client base in both the under 65 (NDIS) and over 65 (aged care) areas.

NOTE 10 - ECONOMIC DEPENDENCE

Technology for Ageing and Disability Qld Inc is dependent on Grants from the Commonwealth Government for the majority of its operational funding. At the date of this report the Board has no reason to believe that this funding will not continue.

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC
STATEMENT BY BOARD OF MANAGEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

The attached special purpose financial statements of the TECHNOLOGY FOR AGEING AND DISABILITY QLD INC for the year ended 30th June 2019 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 2019 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: 2/10/19

**TECHNOLOGY FOR AGEING AND DISABILITY QLD INC
STATEMENT BY BOARD OF MANAGEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

The attached special purpose financial statements of the TECHNOLOGY FOR AGEING AND DISABILITY QLD INC for the year ended 30th June 2019 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 2019 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: 2/11/19

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 2019, 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 2019 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 J Hoare
Registered Company Auditor

Morris & Batzloff
Chartered Accountants
141 Logan Road, Woolloongabba

Dated: 31st October 2019