

SPIRITUAL HEALTH VICTORIA

Financial Statements
For the year ended 30 June 2019

R. J. Sanderson & Associates Pty Ltd

Head Office
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SPIRITUAL HEALTH VICTORIA
Declaration

The Committee of Management has determined that the entity is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The Committee of Management declares that:

1. The financial statements and notes present fairly the entity's financial position as at 30th June 2019 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
2. In the Committee of Management's opinion there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

Signed by the Chairperson of the Committee of Management

Signed by the Chief Executive Officer
Dated

SPIRITUAL HEALTH VICTORIA
Detailed Statement of Financial Position as at 30 June 2019

	2019 \$	2018 \$
Service's Funds		
Opening balance	434,361	428,666
Net profit	11,951	5,695
Total Service's Funds	446,312	434,361
Represented by:		
Current Assets		
Cash Assets		
Cash at bank		10,603
Cash at bank - UCA CMA	585,150	506,336
	585,150	516,939
Receivables		
Trade debtors	571	8,555
Accrued Income Receivable	8,696	
	9,267	8,555
Other		
Prepayments - rent	4,635	4,635
Prepaid Insurance		2,301
Prepayments	9,155	4,681
Bond on premises	13,210	13,209
	27,000	24,826
Total Current Assets	621,417	550,320

These financial statements are audited. They must be read in conjunction with the attached Auditor's Report and Notes which form part of these financial statements.

SPIRITUAL HEALTH VICTORIA
Detailed Statement of Financial Position as at 30 June 2019

	2019	2018
	\$	\$
Non-Current Assets		
Property, Plant and Equipment		
Leasehold improvements - new	10,226	10,226
Less: Accumulated depreciation	(6,807)	(5,953)
Office equipment	18,783	19,781
Less: Accumulated depreciation	(16,799)	(17,209)
Computer equipment at cost	43,253	43,059
Less: Accumulated depreciation	(35,073)	(34,744)
	13,583	15,159
Total Non-Current Assets	13,583	15,159
Total Assets	635,000	565,479
Current Liabilities		
Payables		
Unsecured:		
Trade creditors	34,897	15,399
Projects in Progress	29,877	25,039
Accrued Expenses Payable	487	5,895
Credit cards	501	181
	65,762	46,515
Financial Liabilities		
Unsecured:		
Cash at bank	34,022	
Amounts Owing PAYG/GST Instalment June	13,582	18,354
	47,604	18,354
Current Tax Liabilities		
GST Commitment	124	124
	124	124

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SPIRITUAL HEALTH VICTORIA
Detailed Statement of Financial Position as at 30 June 2019

	2019 \$	2018 \$
Provisions		
Provision for Annual Leave	37,447	34,160
	37,447	34,160
Total Current Liabilities	150,936	99,153
Non-Current Liabilities		
Provisions		
Provision for Long Service Leave	37,751	31,965
	37,751	31,965
Total Non-Current Liabilities	37,751	31,965
Total Liabilities	188,688	131,118
Net Assets	446,312	434,361

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SPIRITUAL HEALTH VICTORIA
Detailed Statement of Financial Performance
For the year ended 30 June 2019

	2019	2018
	\$	\$
Income		
Interest received	17,757	15,953
Grants Earned	1,314,503	1,292,520
Research Projects	24,763	
Service fees	6,651	11,851
Conference Income	10,018	13,559
Other Income	399	409
Profit on sale of property, plant, equip		261
Total income	1,374,091	1,334,553
Expenses		
Administration Costs	4,688	15,188
Audit fees	4,759	4,514
Bank Fees And Charges	530	458
Cleaning and rubbish removal	3,825	3,525
Conference, workshops and seminar costs	7,824	16,553
Computer Costs	23,228	15,344
Communication Expense	12,135	5,756
Consultants Fees	1,491	7,018
Depreciation - plant	588	643
Depreciation - other	5,322	6,463
-Faith Communities	647,193	643,512
Insurance and workcover	7,116	7,169
Light & power	2,347	2,307
Printing, stationery & postage	5,411	4,024
Project Costs - Other	13,092	
Provision for annual leave	3,286	(3,959)
Provision for long service leave	5,786	5,302
Rent on land & buildings	57,640	55,680
Repairs & maintenance	419	1,573
Research & development	8,022	
Salaries and employee benefits	470,971	468,085
Staff training & Reference Material	23,851	17,363
Superannuation	44,557	44,022

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SPIRITUAL HEALTH VICTORIA
Detailed Statement of Financial Performance
For the year ended 30 June 2019

	2019	2018
	\$	\$
Telephone	7,468	6,485
Travel, accom & conference	591	1,833
Total expenses	<u>1,362,140</u>	<u>1,328,858</u>
Net Profit from Ordinary Activities	<u>11,951</u>	<u>5,695</u>

These financial statements are audited. They must be read in conjunction with the attached Auditor's Report and Notes which form part of these financial statements.

SPIRITUAL HEALTH VICTORIA
Notes to the Financial Statements
For the year ended 30 June 2019

Note 1: Summary of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the requirements of the Service to prepare a financial report. The Service has determined that the entity is not a reporting entity.

The financial report has been prepared in accordance with applicable Australian Accounting Standards.

The financial report is prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

(a) Property, Plant and Equipment

Property, plant and equipment are included at cost, independent of the Services' valuation. All assets, excluding freehold land and buildings are depreciated over the useful lives of the assets to the entity.

(b) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis and include direct materials, direct labor and an appropriate proportion of variable and fixed overhead expenses.

(c) Provisions

Provisions are recognised when the Service 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 reasonably measured.

Provisions recognised represent the best estimate of the amounts required to settle the obligation at reporting date.

(d) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

(e) Revenue and Other Income

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

Interest revenue is recognised using the effective interest 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 recognised related to the provision of services is determined with reference to the stage of completion of the transaction at the reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

(f) Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the Service are classified as finance leases.

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

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the lease term.

These notes should be read in conjunction with the attached audit report of R J Sanderson & Associates Pty Ltd.

SPIRITUAL HEALTH VICTORIA
Notes to the Financial Statements
For the year ended 30 June 2019

(g) 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 Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

SPIRITUAL HEALTH VICTORIA
Statement of Cash Flows
For the year ended 30 June 2019

	2019	2018
	\$	\$
Cash Flow From Operating Activities		
Receipts from customers	1,355,624	1,313,816
Payments to Suppliers and employees	(1,330,084)	(1,390,430)
Interest received	17,756	15,953
Net cash provided by (used in) operating activities (note 2)	43,296	(60,661)
Cash Flow From Investing Activities		
Payment for:		
Payments for property, plant and equipment	(4,334)	(2,480)
Proceeds from disposal of:		
Proceeds from sale of property		261
Net cash provided by (used in) investing activities	(4,334)	(2,219)
Cash Flow From Financing Activities		
Increased in GST/PAYG Instalment		15,098
Reduction of PAYG/GST instalment	(4,771)	
Net cash provided by (used in) financing activities	(4,771)	15,098
Net increase (decrease) in cash held	34,190	(47,782)
Cash at the beginning of the year	516,939	564,721
Cash at the end of the year (note 1)	551,129	516,939

These financial statements are audited. They must be read in conjunction with the attached Auditors Report and Notes which form part of these financial statements.

SPIRITUAL HEALTH VICTORIA
Statement of Cash Flows
For the year ended 30 June 2019

2019

2018

Note 1. Reconciliation Of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.

Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash at bank	(34,021)	10,603
Cash at bank - UCA CMA	585,150	506,336
	551,129	516,939
	551,129	516,939

Note 2. Reconciliation Of Net Cash Provided By/Used In Operating Activities To Net Profit (Loss)

Net profit (loss)	11,951	5,695
Depreciation	5,910	7,106
(Profit) / Loss on sale of property, plant and equipment		(261)
<hr/>		
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
(Increase) decrease in trade and term debtors	(712)	(4,523)
(Increase) decrease in prepayments	(2,173)	(7,117)
Increase (decrease) in trade creditors and accruals	18,927	(52,684)
Increase (decrease) in other creditors	319	(1,880)
Increase (decrease) in employee entitlements	9,072	1,343
Increase (decrease) in sundry provisions		(8,339)
Net cash provided by operating activities	43,296	(60,661)
	43,296	(60,661)

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached Auditors report.

Auditor's Independence Declaration

UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

I declare that, to the best of my knowledge and belief, during the year ended 30th June 2019 there have been :

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the Audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit

Graeme Delany, CPA
R J Sanderson & Associates Pty Ltd



23rd August 2019
SOUTH MORANG



Independent audit report

To the members of Spiritual Health Victoria

We have audited the accompanying financial report, being a special purpose financial report, of Spiritual Health Victoria which comprises the Detailed Balance Sheet as at 30th June 2019, the Detailed Profit and Loss Account for the year then ended and Statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information

Committee of management responsibility for the financial report

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

Auditor's responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Association's preparation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Committee of management, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.



Electronic publication of the audited financial report

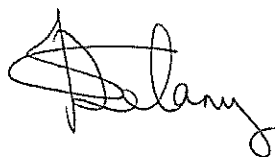
It is our understanding that Spiritual Health Victoria intends to electronically present the audited financial report and auditor's report on its internet website. Responsibility for the electronic presentation of the financial report on the website is that of those charged with governance of Spiritual Health Victoria. The security and controls over information on the website should be addressed by Spiritual Health Victoria to maintain the integrity of the data presented. The examination of the controls over the electronic presentation of audited financial report on Spiritual Health Victoria website is beyond the scope of the audit of the financial report.

Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of Spiritual Health Victoria as at 30TH June 2019 and of its financial performance and its cash flows for the year then ended on that date and complies with Australian Accounting Standards to the extent described in Note 1.

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 Committee of Management reporting responsibilities. As a result, the financial report may not be suitable for another purpose.



Graeme Delany
R J Sanderson & Associates Pty Ltd
Certified Practicing Accountant
23rd August 2019