

IPSWICH YUPI PROGRAM INC

ABN: 90 302 132 669

**Financial Report For The Year Ended
30 June 2017**

IPSWICH YUPI PROGRAM INC

ABN: 90 302 132 669

Financial Report For The Year Ended 30 June 2017

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**IPSWICH YUPI PROGRAM INC
ABN: 90 302 132 669
COMMITTEE'S REPORT**

Your committee members submit the financial report of Ipswich Yupi Program Inc for the financial year ended 30 June 2017.

Committee Members

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

Peter Stewart Rea - Chairperson
John Gregory Vogel - Treasurer
John Williams James - Director
Ron Russell - Director
Annette Schoone resigned (27/06/2017)
Jodie Welsh resigned (19/06/2017)
Anne Webber resigned (17/01/2017)

Principal Activities

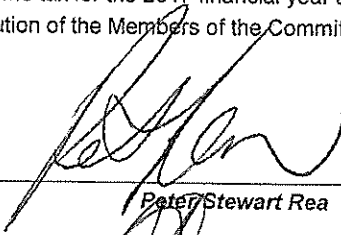
The principal activities of the association during the financial year were to provide social facilities to members of the association.

Significant Changes

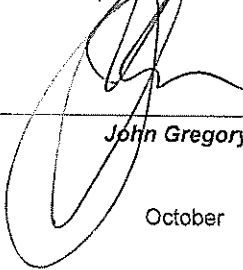
No significant change in the nature of these activities occurred during the year.

Operating Result

The surplus after providing for income tax for the 2017 financial year amounted to \$111,830.
Signed in accordance with a resolution of the Members of the Committee.



Peter Stewart Rea



John Gregory Vogel

Dated this 18th day of October 2017

IPSWICH YUPI PROGRAM INC
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INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
INCOME			
Contributions (members)		-	-
Grants (local) operating		53,146	5,737
Donations received		-	-
Dividends received		-	-
Interest received		-	-
Fees for services		39,617	1,262,170
Other income		1,742,011	1,362,570
Gain on sale of assets		149	-
		<u>1,834,923</u>	<u>2,630,477</u>
EXPENDITURE			
Audit fees		12,000	12,000
Bank charges		9,404	4,941
Depreciation expense - leasehold improvements and office equipment		182,216	111,609
Loss on sale of assets - property, plant and equipment		12,967	1,979
Advertising and promotion expenses		1,369	15,398
Administration expenses		495,591	1,243,009
Rental expense		65,130	106,392
Superannuation		78,040	92,302
Salaries and wages		833,550	883,908
Labour hire		-	10,464
Material and equipment expenses		32,824	135,296
		<u>1,723,093</u>	<u>2,617,298</u>
Current year surplus before income tax		111,830	13,179
Income tax expense	2	-	-
Net current year surplus		<u>111,830</u>	<u>13,179</u>
RETAINED SURPLUS AT THE BEGINNING OF THE FINANCIAL YEAR		<u>2,307,965</u>	<u>2,294,786</u>
RETAINED SURPLUS AT THE END OF THE FINANCIAL YEAR		<u>2,419,795</u>	<u>2,307,965</u>

The accompanying notes form part of these financial statements.

IPSWICH YUPI PROGRAM INC
ABN: 90 302 132 669
ASSETS AND LIABILITIES STATEMENT AS AT 30 JUNE 2017

	Note	2017 \$	2016 \$
ASSETS			
CURRENT ASSETS			
Cash on hand	9	856,624	2,049,418
Accounts receivable and other debtors	3	586,004	927,527
Prepayments		25,790	21,651
Inventories		11,975	11,975
TOTAL CURRENT ASSETS		<u>1,480,393</u>	<u>3,010,571</u>
NON-CURRENT ASSETS			
Financial assets	4	324,100	260,900
Property, plant and equipment	5	5,724,078	5,549,485
TOTAL NON-CURRENT ASSETS		<u>6,048,178</u>	<u>5,810,385</u>
TOTAL ASSETS		<u>7,528,570</u>	<u>8,820,956</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables		485,078	929,524
Lease liabilities	7	61,115	-
Grants received in advance		-	-
Income tax payable	6	-	-
Employee provisions		177,483	139,170
Income received in advance		220,915	1,361,915
TOTAL CURRENT LIABILITIES		<u>944,591</u>	<u>2,430,610</u>
NON-CURRENT LIABILITIES			
Deferred tax liability	6	-	-
Lease liabilities	7	123,842	55,239
Employee benefits		-	-
TOTAL NON-CURRENT LIABILITIES		<u>123,842</u>	<u>55,239</u>
TOTAL LIABILITIES		<u>1,068,433</u>	<u>2,485,849</u>
NET ASSETS		<u>6,460,138</u>	<u>6,335,107</u>
MEMBERS' FUNDS			
Capital reserve		4,040,343	4,027,143
Retained surplus		2,419,795	2,307,964
TOTAL MEMBERS' FUNDS		<u>6,460,138</u>	<u>6,335,107</u>

The accompanying notes form part of these financial statements.

IPSWICH YUPI PROGRAM INC
ABN: 90 302 132 669
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

Note 1 Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act Queensland. The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accrual basis and are based on historical costs. They do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

(a) Income Tax

The Association is exempt from the payment of income tax, under section 50-5 of the Income Tax Assessment Act 1997.

(b) Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

(c) Impairment of Assets

At the end of each reporting period, the committee 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, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

(d) Employee Provisions

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 provisions have been measured at the amounts expected to be paid when the liability is settled.

(e) 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. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(f) Cash on Hand

Cash on hand includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

(g) Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

(h) Revenue and Other Income

Revenue is measured at the fair 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 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.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

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

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

(i) Leases

Leases of PPE, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the association, are classified as finance leases.

IPSWICH YUPI PROGRAM INC

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

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 that 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 in the periods in which they are incurred.

(j) 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 the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

(k) Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

(l) Accounts payable and other payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

Note 2 Income Tax Expense

	2017	2016
	\$	\$
(a) The components of tax expense comprise:		
Current tax	-	-

Note 3 Accounts Receivable and Other Debtors

	2017	2016
	\$	\$
Contributions (members) receivable	-	-
Other debtors	586,004	927,527
	<u>586,004</u>	<u>927,527</u>

Note 4 Financial Assets

	2017	2016
	\$	\$
Non-current		
Loan - Associated Entity	324,100	260,900
	<u>324,100</u>	<u>260,900</u>

Note 5 Property, Plant and Equipment

	2017	2016
	\$	\$
Land at valuation	2,769,500	2,769,500
	<u>2,769,500</u>	<u>2,769,500</u>
Building at valuation	1,791,000	1,791,000
	<u>1,791,000</u>	<u>1,791,000</u>
Building at cost	297,878	297,878
Less accumulated depreciation	-	-
	<u>297,878</u>	<u>297,878</u>
Motor vehicle at cost	858,614	675,012
Less accumulated depreciation	(431,548)	(410,040)
	<u>427,067</u>	<u>264,972</u>

IPSWICH YUPI PROGRAM INC
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

Plant, equipemnt and furniture	883,641	754,222
Less accumulated depreciation	<u>(445,008)</u>	<u>(328,087)</u>
	438,633	426,135
	<u>5,724,078</u>	<u>5,549,485</u>

Note 6 Tax

	2017	2016
	\$	\$
CURRENT		
Income tax payable	<u>-</u>	<u>-</u>

Note 7 Leasing Commitments

	2017	2016
	\$	\$
(a) Finance Lease Commitments		
Finance lease capitalised in the accounts in accordance with the accounting policies defined in Note 1(i)		
Payable - minimum lease payments		
— not later than 12 months	61,115	14,743
— between 12 months and five years	123,842	40,495
— later than five years		
Total lease liability	<u>184,957</u>	<u>55,238</u>

Note 8 Related Party Transactions

There were no transactions entered into with a related party during the reporting period.

Note 9 Cash On Hand

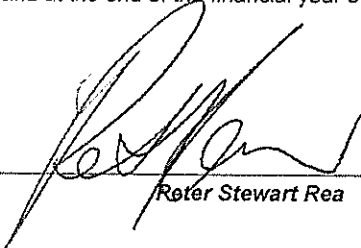
	2017	2016
	\$	\$
Cash at bank - unrestricted	856,624	1,990,421
Cash at bank - restricted	-	58,997
Total cash on hand	<u>856,624</u>	<u>2,049,418</u>

IPSWICH YUPI PROGRAM INC
ABN: 90 302 132 669
ANNUAL STATEMENTS GIVE TRUE AND FAIR VIEW OF FINANCIAL POSITION AND
PERFORMANCE OF INCORPORATED ASSOCIATION

We John James and John Vogel, being members of the committee of Ipswich Yupi Program Inc, certify that:-

The statements attached to this certificate give a true and fair view of the financial position and performance of Ipswich Yupi Program Inc during and at the end of the financial year of the association ending on 30 June 2017.

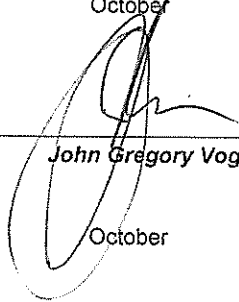
Signed:



Peter Stewart Rea

Dated this 18th day of October 2017 .

Signed:



John Gregory Vogel

Dated this 18th day of October 2017

IPSWICH YUPI PROGRAM INC
ABN: 90 302 132 669
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
IPSWICH YUPI PROGRAM INC

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Ipswich Yupi Program Inc (the association), which comprises the assets and liabilities statement as at 30 June 2017, the income and expenditure statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the certification by members of the committee 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 [or gives a true and fair view of - refer to the applicable state/territory Act], the financial position of the association as at 30 June 2017 and [o]f 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 Queensland.

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 Report section of our report. We are independent of the association 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 opinion.

Emphasis of 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 Queensland. 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 Queensland 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.

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.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
IPSWICH YUPI PROGRAM INC

- 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.

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.

Auditor's signature: 

Auditor's address: Suite 9, 1990 Logan Road
Upper Mt Gravatt, QLD, 4122

Dated this 18th day of October 2017