ANNUAL REPORT 2019 - 2020

Financial Statements

For the year ended 30th June 2020

Mission

To be the leading voice for the strata community and to provide support to our members.

Pillars:

- *Educate* & inform all participants within the sector
- *Communicate*, share and source knowledge
- *Advocate* & lobby to government, the public and other bodies
- *Promote* SCA brand and sector reputation
- Set & improve *standards* of professional practices

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Profit and Loss
Strata Community Australia (Vic) Inc
1 July 2019 to 30 June 2020

	30 Jun 20	30 Jun 19
Income		
EDUCATION		
Committee Training Revenue	$3,631.76	$200.68
Education - Sustainability	$1,581.83	$0.00
Education A100 Revenue	$36,845.52	$23,109.16
Education Major Events	$32,089.47	$0.00
Education SCAV Courses	$1,246.15	$0.00
Education Webinars and Podcasts	$569.98	$0.00
Other Seminars - Revenue	$27,218.87	$79,103.10
Virtual Seminars Income	$9,034.89	$0.00
Total EDUCATION	**$112,218.47**	**$102,412.94**
EVENTS		
Event Revenue - Symposium	$105,203.98	$165,503.82
Event Revenue - Principals Forum	$51,438.72	$97,091.21
Events SIG Principals	$1,181.82	$0.00
Events SIG Round Table	$683.58	$0.00
Events SIG Women	$4,336.38	$0.00
Events SIG Young Professionals	$7,176.70	$0.00
Total EVENTS	**$170,021.18**	**$262,595.03**
MEMBERSHIP		
CORPORATE MEMBERSHIP FEES		
Corporate Large Firm Membership	$57,729.53	$58,162.44
Corporate Small Firm Membership	$81,738.27	$82,861.97
Sole Trader Membership	$60,454.48	$60,700.16
Total CORPORATE MEMBERSHIP FEES	**$199,922.28**	**$201,724.57**
NON CORPORATE MEMBERSHIP FEES		
Affiliate Membership	$882.95	$13,177.78
Associate Membership	$72,838.54	$53,445.55
Nomination Fees Membership	$8,263.81	$8,345.64
Practising Membership	$19,161.01	$18,063.70
Provisional Membership	$40,513.90	$38,523.98
Total NON CORPORATE MEMBERSHIP FEES	**$141,660.21**	**$131,556.65**
Total MEMBERSHIP	**$341,582.49**	**$333,281.22**
OTHER INCOME		
Web Site	$0.00	$236.36
Complaints Submission Fee	$630.00	$0.00
COVID CashBoost ATO	$50,000.00	$0.00
Government Grant (Non Taxable)	$10,000.00	$0.00
Insurance Reimbursement - Whitbread	$220.00	$0.00
Interest Income	$12,487.14	$14,519.83
Jobkkeeper Revenue	$30,000.00	$0.00
Member PI Insurance - Income	$5,140.00	$10,100.00
Total OTHER INCOME	**$108,477.14**	**$24,856.19**

SPONSORSHIP		
Sponsorship Bronze	$16,302.26	$0.00
Sponsorship Fees	$160,446.98	$342,082.91
Sponsorship Gold	$108,200.42	$0.00
Sponsorship Silver	$51,204.54	$0.00
Total SPONSORSHIP	**$336,154.20**	**$342,082.91**
Total Income	**$1,068,453.48**	**$1,065,228.29**
Gross Profit	**$1,068,453.48**	**$1,065,228.29**
Less Operating Expenses		
BANK		
Bank Fees	$3,599.48	$3,925.33
Donations	$200.00	$0.00
Gifts and Donations	$438.99	$0.00
Income Tax	$0.00	$279.40
Merchant Fee	$490.40	$0.00
Total BANK	**$4,728.87**	**$4,204.73**
MARKETING & MEDIA		
Advertising	$10,774.77	$3,990.27
Books and Publications	$227.56	$273.15
Communication Costs	$4,582.10	$0.00
Media/PR/Advocacy	$12,529.52	$134,708.99
Total MARKETING & MEDIA	**$28,113.95**	**$138,972.41**
OPERATIONS		
Committee Training Expenses	$13,647.30	$0.00
Computer - Internet	$941.62	$0.00
Computer & Platform Support	$19,720.85	$0.00
Consulting & Accounting	$17,138.10	$4,412.59
Depreciation	$9,573.37	$6,165.08
Education A100 Expenses	$10,168.45	$9,823.98
Education Costs	$7,512.30	$0.00
Education Costs - Playmakers	$48,000.00	$0.00
Entertainment	$172.73	$0.00
Event Catering	$4,111.45	$0.00
Event Expense - Symposium	$49,669.49	$98,449.90
Event Expenses - Principals Forum	$78,626.42	$100,417.75
Events - SIG YP Expenses	$5,541.96	$0.00
Freight & Courier	$233.67	$0.00
General Expenses	$9,624.38	-$90.98
Legal & Professional Fees	$46,849.27	$0.00
Meeting Expenses	-$761.59	$3,501.74
Membership - VCCI	$1,200.00	$0.00
Membership & Levies - National	$173,299.71	$154,402.58
Office Expenses	$849.85	$2,644.55
Other Seminars - Expenses	$39,644.41	$37,190.27
Postage	$1,056.30	$1,592.35
Printing, Design and Stationery	$7,907.07	$2,213.64
Software Expense	$1,294.78	$54.50
Sponsorship Expenses	$125.00	$18,828.38
Subscriptions	$2,382.45	$1,133.90

Telephone & Internet	$8,562.49	$3,780.70
Travel - International	$881.70	$0.00
Travel - National	$12,318.46	$3,022.40
Utilities	$2,265.18	$3,486.84
Virtual Seminars Costs	$136.36	$0.00
Total OPERATIONS	**$572,693.53**	**$451,030.17**
PROPERTY		
Cleaning	$922.72	$0.00
Insurance	$5,774.20	$7,498.69
Owners Corporation Fees	$4,327.53	$0.00
Rent & Outgoings	$53,325.29	$53,980.23
Repairs and Maintenance	$1,958.27	$2,889.57
Total PROPERTY	**$66,308.01**	**$64,368.49**
STAFF		
Recruiting	$23,665.99	$470.91
Staff Amenities	$1,015.70	$130.07
Staff Training	$2,039.40	$8,132.24
Superannuation	$36,648.09	$34,584.42
Wages & Salaries Termination Payments	$135,275.59	$0.00
Wages and Salaries	$422,687.66	$370,612.57
Workcover	$1,837.86	$0.00
Total STAFF	**$623,170.29**	**$413,930.21**
Total Operating Expenses	**$1,295,014.65**	**$1,072,506.01**
Net Profit	**-$226,561.17**	**-$7,277.72**

Balance Sheet

Strata Community Australia (Vic) Inc

As at 30 June 2020

	30 Jun 2020	30 Jun 2019
Assets		
Bank		
Macquarie At Call #11130	$277,575.94	$25,773.69
Macquarie Cheque Account #55691	$139,769.81	$96,750.55
VISA Debit Card	$282.90	$5,000.00
Macquarie TD #43358	$0.00	$120,838.04
Macquarie Secure #7220	$0.00	$224,703.06
Macquarie TD2 #60820	$0.00	$117,452.52
Macquarie TD3 #52588	$0.00	$45,553.88
Total Bank	**$417,628.65**	**$636,071.74**
Current Assets		
Accounts Receivable	$72,497.59	$57,538.22
Instalment Tax Paid PAYG	$0.00	$1,726.66
Prepaid event/seminar expenses	$0.00	$93,249.56
Security Deposit Collingwood	$8,236.21	$7,641.20
Undeposited Funds	$0.00	$54,441.68
Total Current Assets	**$80,733.80**	**$214,597.32**
Fixed Assets		
Office Equipment	$62,471.86	$26,215.86
Less Accumulated Depreciation on Office Equipment	-$32,418.99	-$22,845.62
Software at Cost	$29,248.50	$29,248.50
Less Software - Accumulated Depreciation	-$29,248.50	-$29,248.50
Total Fixed Assets	**$30,052.87**	**$3,370.24**
Total Assets	**$528,415.32**	**$854,039.30**
Liabilities		
Current Liabilities		
Accounts Payable	$71,984.20	$46,596.15
GST	-$2,567.00	$11,946.45
PAYG Withholdings Payable	$5,324.00	$8,508.10
Provision for Annual Leave	$17,087.03	$0.00
Provision for Long Service Leave	$19,796.26	$33,593.42
Superannuation Payable	$9,428.47	$17.10
Event/Seminars received in advance	$0.00	$7,469.11
Sponsorship received in advance	$0.00	$51,589.77
Membership received in advance	$827.27	$72,561.20
Total Current Liabilities	**$121,880.23**	**$232,281.30**
Non-Current Liabilities		
ATO Integrated Client Account	$1,003.00	$0.00
Total Non-Current Liabilities	**$1,003.00**	**$0.00**
Total Liabilities	**$122,883.23**	**$232,281.30**

Net Assets	**$405,532.09**	**$621,758.00**
Equity		
Current Year Earnings	-$226,561.17	-$7,277.72
Retained Earnings	$632,093.26	$629,035.72
Total Equity	**$405,532.09**	**$621,758.00**

Statement of Cash Flows

Strata Community Australia (Vic) Inc
For the year ended 30 June 2020

	2020
Operating Activities	
Receipts from customers	835,017.48
Payments to suppliers and employees	(1,118,052.53)
Cash receipts from other operating activities	4,866.86
Net Cash Flows from Operating Activities	**(278,168.19)**
Investing Activities	
Proceeds from sale of property, plant and equipment	72,262.12
Payment for property, plant and equipment	(111,888.36)
Other cash items from investing activities	(7,986.21)
Net Cash Flows from Investing Activities	**(47,612.45)**
Financing Activities	
Other cash items from financing activities	743,409.29
Net Cash Flows from Financing Activities	**743,409.29**
Net Cash Flows	**417,628.65**
Cash and Cash Equivalents	
Cash and cash equivalents at beginning of period	-
Cash and cash equivalents at end of period	417,628.65
Net change in cash for period	**417,628.65**

Notes to the Financial Statements
Strata Community Australia (Vic) Inc
For the year ended 30 June 2020

1. Statement of Significant Policies:
SCA (Vic) Inc. is an Association incorporated under the Associations Incorporation Reform Act 2012.

The financial reports are general purpose financial reports that have been prepared in accordance with Australian Accounting Standards and the requirements of the Associations Incorporation Reform Act 2012.

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:

1.(a) Income Tax:
The income tax expense for the year comprises current income tax expense. The association does not apply deferred tax.
Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities are therefore measured at the amounts expected to be paid to the relevant taxation authority.

1.(b) Property, Plant and Equipment:
Property, plant and equipment are carried at cost. All assets, excluding freehold land and buildings, are depreciated over their useful lives to the association.

The carrying amount of plant and equipment is reviewed annually by to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amounts.

1.(c) Employee Benefits:
Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

1.(d) 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 recognised represent the best estimate of the amounts required to settle the obligation at reporting date.

1.(e) Cash and Cash Equivalents:
Cash and cash equivalents includes cash on hand and deposits held at call with banks.

1.(f) Trade Receivables and Other Receivables:
Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful has been created.

1.(g) Trade Creditors and Other Payables:
Trade creditors and other payables are recognised at the nominal transaction value without taking into account the time value of money.

1.(h) Revenue and Other Income:

Revenue is measured at the fair value of the consideration received or receivable.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument.

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

1.(i) Goods and Services Tax:
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.

2. Fixed Assets:	**30-Jun-20**	**30-Jun-19**
Office Equipment At cost	$62,471.86	$26,215.86
Less Accumulated Depreciation	-$32,418.99	-$22,845.62
Software at Cost	$29,248.50	$29,248.50
Software - Accumulated Depreciation	-$29,248.50	-$29,248.50
Total Fixed Assets	**$30,052.87**	**$3,370.24**

3. Cash and Cash Equivalents	**30-Jun-20**	**30-Jun-19**
Cash at Bank	$417,628.65	$127,524.24
Term Deposits	$0.00	$508,547.50
Undeposited Funds	$0.00	$54,441.68
Total Cash and Cash Equivalents	**$417,628.65**	**$690,513.42**

5. Accounts and Other Receivables	**30-Jun-20**	**30-Jun-19**
Accounts Receivable	$72,497.59	$57,538.22
Expense Paid in Advance	$0.00	$93,249.56
Other Receivables	$8,236.21	$9,367.86
Total Accounts and other Receivables	**$80,733.80**	**$160,155.64**

4. Provisions	**30-Jun-20**	**30-Jun-19**
Provision for Annual and Long Service Leave	$36,883.29	$33,593.42
Total Provisions	**$36,883.29**	**$33,593.42**

5. Accounts and Other Payables	**30-Jun-20**	**30-Jun-19**
Accounts Payable	$71,984.20	$46,596.15
Income Received in Advance	$827.27	$131,620.08
Other Payables	$12,185.47	$20,471.65
Total Accounts and Other Payables	**$84,996.94**	**$198,687.88**

SCHEDULE 1

Regulation 15

Form 1

Associations Incorporation Reform Act 2012
Sections 94(2)(b), 97(2)(b) and 100(2)(b)

Annual Statement Give True and Fair View of Financial Performance and Position of Incorporated Association

We, Peter Scott and Stuart Mellington, being members of the Committee of SCA(Vic) Inc.

Certify that-

The statements attached to this certificate give a true and fair view of the financial performance and position of SCA(Vic) Inc. during and at the end of the financial year of the association ending on 30 June 2020.

Signed:

Dated: 17 NOV 2020.

Signed:

Dated: 17/11/2020.

Mernda Accounting
Certified Practising Accountants
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Mernda VIC 3754
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INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the Statement of Financial Affairs of Strata Community Australia VIC, which comprises of the Profit & Loss Statement and Balance Sheet for the financial year ended 30 June 2020, statement of cash flows and notes to financial statements.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the Strata Community Australia VIC as at 30 June 2020, and its financial performance and cash flows for the year then ended in accordance with the financial reporting requirements of the Associations Incorporation Reforms Act 2012.

Basis of Opinion

We have conducted our audit in accordance with Australian Auditing Standards. We are independent of the Strata Community Australia VIC 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.

Responsibilities of management and those charged with governance for the financial report

Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the applicable legislation and for such internal control as management 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, management is responsible for assessing the Strata Community Australia VIC'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 management either intends to liquidate the Strata Community Australia VIC or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Strata Community Australia VIC's financial reporting process.

Emphasis of matter – basis of accounting

We draw attention to Notes to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Strata Community Australia VIC to meet the requirements of the Associations Incorporation Reforms Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

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.

Bhaskar Bhatt

Bhaskar Bhatt CPA

Mernda Accounting **Date: 18 Nov 2020**