

Holdsworth Community Ltd

50 949 197 281

Financial Statements

For the Year Ended 30 June 2018

Holdsworth Community Ltd

50 949 197 281

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For the Year Ended 30 June 2018

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Directors' Report

30 June 2018

The directors present their report on Holdsworth Community Ltd for the financial year ended 30 June 2018.

1. General information

Directors

The names of the directors in office at any time during, or since the end of, the year are:

Names	Position	Retired/Appointed
Helen Argiris	Chairman	
Adam Crowe	Director	
Luise Elsing	Director Deputy Chair	
Susan Jarnason	Director	
Ben McAlpine	Director	
Louise Mooney	Director	Retired 19 July 2017
Katherine O'Regan	Director	Retired 18 October 2017
Tess Protey	Director	
Andy Hobbs	Director	Appointed 6 June 2018
Lyn Ainsworth	Director	Appointed 22 February 2018
Karn Nelson	Director	Appointed 7 June 2017

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Helen Argiris

Qualifications

BComm (UNSW), FCA, MAICD

Experience

Appointed as Chairman in 2015. Helen is a Tax & Advisory Partner with BDO Sydney, and Chairman of BDO Australia. With a career spanning over 25 years in general tax advisory and accounting services, Helen works with private business, fast growing start-ups and subsidiaries of multinationals. Throughout her career, Helen has held positions on numerous Boards, including NFP's, as independent director or external advisor.

Special responsibilities

Helen chairs the Nominations & Remuneration Committee and is a member of the Audit and Risk and Strategy Committees.

Adam Crowe

Qualifications

BCE (Syd), M Bus & Fin (UTS) GAICD

Experience

Appointed in 2014, Adam is Healthcare Practice Lead at Portland Group. Australia's leading advisory consultancy in procurement, supply chain and software solutions. Previously he worked for nearly 20 years in the shipping and publishing industries, primarily at P&O and PMP. He has volunteered and delivered major corporate fundraising events for charities such as Youth Off The Streets. He is also a non executive director of Two Sides Australian focusing on media sustainability and effectiveness.

Special responsibilities

Adam is a member of the Audit & Risk Committee

Directors' Report

30 June 2018

1. General information

Information on directors

Luise Elsing

Qualifications

LLB, MAICD, AGIA

Experience

Appointed in 2014, Deputy Chairman since April 2017. Luise is a partner at specialist corporate advisory firm Andromeda Partners. She has been a solicitor since 1987, both in private and as general counsel/company secretary for listed companies in the mining sector. She has 13 years' experience in senior management in financial markets regulations. She has been a Councillor on Woollahra Council since 2012 and has a range of volunteering experience.

Special responsibilities

Luise is the chair of the Audit & Risk Committee and is a member of the Nominations & Remuneration Committee.

Susan Jarnason

Qualifications

BScN (SCU) RN

Experience

Appointed in 2012. Susan is a nurse therapist with diverse experience in family work, mental health and the drug and alcohol sectors. She has taken a six months leave of absence from the Board in the second half of 2017 to work in an outreach position in the Kimberley region of WA. She is committed to advocating for people who experience challenges in meeting their everyday life goals. Susan was a Councillor on Woollahra Council from 2008 to 2012.

Special responsibilities

Susan is a member of the Social Impact Committee.

Ben McAlpine

Qualifications

BCom (LibStds) (Syd), ACA, M Peace & Conflict Studies (Syd)

Experience

Appointed in 2015. Ben is a Principal at Social Ventures Australia where he consults with clients particularly in relation to strategic planning, measurement and evaluation of social impact. Previously he was a Senior Manager, Operational and Technology Risk, At PwC. Ben is passionate about using his skills to create and develop solutions to disadvantage and exclusion.

Special responsibilities

Ben chairs the Social Impact Committee

Louise Mooney

Qualifications

LLB (Hons) (Queens) FCA (Ireland and Australia) GAICD

Experience

Appointed in 2016. Louise was Business Manager at the Ascham School from 2016 to 2017. Previously she was Assistance Auditor General, Corporate Services, at the Audit Office of NSW for seven years, and Finance Director at two major Sydney law firms and at the Children's Hospital, Westmead. She began her career in audit services at Price Waterhouse.

Special responsibilities

Louise was a member of the Audit & Risk Committee.

Directors' Report

30 June 2018

1. General information

Information on directors

Katherine O'Regan

Qualifications

BA AppSci (Cbr) MBA (AGSM) M US Stds (Syd)

Experience

Appointed in 2014. Katherine is Executive Director of the Cities Leadership Institute and has her own strategic advisory business. She has been a Councilor on Woollahra Council since 2012 and was Deputy Mayor in 2013. She is a Trustee and Director of local Government Super and is Chair of the Double Bay Chamber of Commerce. She is a former competitive athlete and coach and former manager of the Women and Sports unit at the AIS.

Special responsibilities

Katherine was a member of the Strategy Committee.

Tess Protey

Qualifications

BA MEd (UNSW) GradDipMgmt (USQ)

Experience

Appointed in 2015 Tess has been working with people who have intellectual disabilities for about 23 years., including 8 years at Holdsworth in the 1990's. Prior to that she was a teacher in several High Schools, both government and private and also taught in the TAFE system. Tess returned to Holdsworth for a year after a 10 year stint as team manager at Junction House when the two organisations merged in 2014.

Special responsibilities

Tess is a member of the Social Impact Committee.

Andy Hobbs

Qualifications

LLB (UK)

Experience

Appointed in 2018. Andy is Director, Commercial Policy at NSW Treasury. Andy has more than twelve years of experience in the public sector – working for the UK national government in finance until 2016 and in the NSW Treasury since his move to Australia. Andy has considerable expertise in financial policy and strategy as well as a solid commitment to volunteering for grassroots community organisations, particularly in the mental health field.

Special responsibilities

Andy is a member of the Audit & Risk Committee.

Lyn Ainsworth

Qualifications

LLB (Sydney, BA (Syd), MStratHRM (Wollongong)

Experience

Appointed 2018. Lyn has worked for more than 16 years in executive leadership roles in the not-for-profit disability sector focusing on building culture, leading change and innovation initiatives including nine years at House with No Steps as head of Strategy, Excellence and Innovation. Lyn is a lawyer with significant expertise in the field of human resource management.

Special responsibilities

Lyn is a member of the Strategy Committee.

Directors' Report

30 June 2018

1. General information

Information on directors

Karn Nelson	
Qualifications	BA (UCL), YMP (INSEAD)
Experience	Appointed in 2017. Karn is Executive GM, Strategic Policy and Research at aged care provider, the Whiddon Group. Karn has wide experience as a brand strategist working in Australia and internationally with strategic marketing and creative services agencies. She is passionate about arts and health and about enabling older people to stay connected to the things that matter to them and to continue to participate, contribute and be valued in society.
Special responsibilities	Karn is a member of the Strategy Committee.

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Company secretary

The following person held the position of Company secretary at the end of the financial year:

Ruth Kestermann BEng Hons (USyd) MDev (MQ) MAICD has been CEO since October 2017. Ruth joined Holdsworth in 2014 after 14 years working as a project manager, engineer and consultant in the private, government and not-for-profit sector. Ruth has focused her efforts on building the resilience of vulnerable communities both in Australia and overseas. Ruth is an ex-officio member of the Audit & Risk, Social Impact and Strategy Committees.

Principal activities

The principal activity of Holdsworth Community Ltd during the financial year were the provision of community-based services in the Eastern Sydney area.

No significant changes in the nature of the Company's activity occurred during the financial year.

Objectives

The Company short term objectives are to support children and adults living with intellectual disabilities; families with young children; older people who may be frail, ill, lacking mobility, experiencing social isolation or living with dementia; and their families and care givers throughout Sydney and its Eastern Suburbs

The Company's purpose is to create a community where all people have the support and services they need in order to build their personal capacity; have a voice and make choices; and make the meaningful social connections they need to live an active and happy life in the community.

Strategy for achieving the objectives

To achieve these objectives, the Company has adopted the following strategies:

- Strengthening communication channels and promoting self-advocacy to ensure participants' voices are heard in

Directors' Report

30 June 2018

1. General information

Strategy for achieving the objectives

all decision making;

- Reducing the impact of social isolation on physical and mental health by supporting people to live an active and connected life;
- Focusing NDIS and Seniors services on improving control of all domains of everyday living;
- Investing in targeted marketing tying action to purpose and value;
- Delivering first class employment practices and fostering talent acquisition and retention;
- maximising use of resources and growing social enterprises;
- making quality everyone's business.

Members' guarantee

Holdsworth Community Ltd is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 10 for members that are corporations and \$ 10 for all other members, subject to the provisions of the company's constitution.

At 30 June 2018 the collective liability of members was \$ 90

2. Other items

Events after the reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Future developments and results

Likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Company.

Environmental issues

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

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Directors' Report

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Meetings of directors

During the financial year, 8 meetings of directors were held. Attendances by each director during the year were as follows:

Directors' Meetings		
	Number eligible to attend	Number attended
Helen Argiris	8	7
Adam Crowe	8	7
Luise Elsing	8	8
Susan Jarnason	4	1
Ben McAlpine	8	3
Louise Mooney	1	-
Katherine O'Regan	3	-
Tess Protey	8	7
Andy Hobbs	1	1
Lyn Ainsworth	3	3
Karn Nelson	8	8

Indemnification and insurance of officers

The company has indemnified the directors and executives of the company for costs incurred, in their capacity as a director or executive, for which they may be held personally liable, except where there is a lack of good faith.

During the financial year, the company paid a premium in respect of a contract to insure the directors and executives of the company against a liability to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure the nature of the liability and the amount of the premium.

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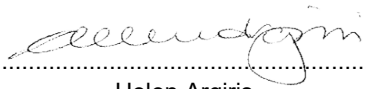
Directors' Report

30 June 2018

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 60-40 of the Australian Charities and Not For Profit Act 2012 , for the year ended 30 June 2018 has been received and can be found on page 8 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director:.....
Helen Argiris

Director:.....
Luise Elsing

Dated this29th..... day ofAugust..... 2018

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**Auditor's Independence Declaration under Section 60-40 of the
Australian Charities and Not for Profit Act 2012. To the Directors of
Holdsworth Community Ltd**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2018, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Australian Charities and Not for Profit Act 2012 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.



Gary Williams FCA
Partner
Rosenfeld Kant & Co

Date *31st August 2018*

Bondi Junction

Holdsworth Community Ltd

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Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2018

		2018	2017
	Note	\$	\$
Revenue	4	5,187,123	5,351,369
Other income	4	183,037	262,450
Employee benefits expense		(4,645,664)	(4,343,725)
Depreciation and amortisation expense		(129,875)	(151,187)
Other expenses		(913,636)	(1,021,639)
Finance costs		-	(342)
Surplus before income tax		(319,015)	96,926
Income tax expense		-	-
Surplus from continuing operations		(319,015)	96,926
Surplus for the year		(319,015)	96,926
Other comprehensive income			
Total comprehensive income for the year		(319,015)	96,926

The accompanying notes form part of these financial statements.

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Statement of Financial Position

30 June 2018

	Note	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	938,165	1,010,163
Trade and other receivables	6	423,098	376,289
Inventories	7	6,167	8,329
Other assets	8	5,392	21,968
TOTAL CURRENT ASSETS		<u>1,372,822</u>	<u>1,416,749</u>
NON-CURRENT ASSETS			
Property, plant and equipment	9	618,841	658,253
Intangible assets	10	9,861	16,506
TOTAL NON-CURRENT ASSETS		<u>628,702</u>	<u>674,759</u>
TOTAL ASSETS		<u>2,001,524</u>	<u>2,091,508</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	11	213,300	221,063
Current tax liabilities	12	46,186	89,284
Employee benefits	13	376,638	311,144
Other liabilities	14	244,882	8,437
TOTAL CURRENT LIABILITIES		<u>881,006</u>	<u>629,928</u>
NON-CURRENT LIABILITIES			
Employee benefits	13	73,534	95,581
TOTAL NON-CURRENT LIABILITIES		<u>73,534</u>	<u>95,581</u>
TOTAL LIABILITIES		<u>954,540</u>	<u>725,509</u>
NET ASSETS		<u>1,046,984</u>	<u>1,365,999</u>
EQUITY			
Retained earnings		<u>1,046,984</u>	<u>1,365,999</u>
TOTAL EQUITY		<u>1,046,984</u>	<u>1,365,999</u>

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 30 June 2018

2018

	Retained Earnings	General Reserve	Total
	\$	\$	\$
Balance at 1 July 2017	1,165,999	200,000	1,365,999
Surplus/(deficit) for the year	(319,015)	-	(319,015)
Balance at 30 June 2018	846,984	200,000	1,046,984

2017

	Retained Earnings	General Reserve	Total
	\$	\$	\$
Balance at 1 July 2016	1,139,072	130,000	1,269,072
Surplus for the year	96,927	-	96,927
Transfers from retained earnings to general reserve	(70,000)	70,000	-
Balance at 30 June 2017	1,165,999	200,000	1,365,999

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Statement of Cash Flows For the Year Ended 30 June 2018

	2018	2017
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	5,170,173	5,541,069
Payments to suppliers and employees	(5,384,755)	(5,304,093)
Interest received	18,101	32,548
Net cash provided by/(used in) operating activities	<u>(196,481)</u>	<u>269,524</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Payment for intangible asset	-	(20,000)
Purchase of property, plant and equipment	(175,517)	(174,430)
Net cash used by investing activities	<u>(175,517)</u>	<u>(194,430)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net increase/(decrease) in cash and cash equivalents held	(371,998)	75,094
Cash and cash equivalents at beginning of year	1,310,163	1,235,069
Cash and cash equivalents at end of financial year	5 <u>938,165</u>	<u>1,310,163</u>

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements

For the Year Ended 30 June 2018

The financial report covers Holdsworth Community Ltd as an individual entity. Holdsworth Community Ltd is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Holdsworth Community Ltd is Australian dollars.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and the Australian Charities and Not for Profit Act 2012

2 Summary of Significant Accounting Policies

(a) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

FBT exempt under section 123E of the Fringe Benefit Tax Assessment Act 1986

GST concession under Division 176 of the New Tax System (Goods and Services Tax) Act 1999

(b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Company and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

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

Sale of goods

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

Grant revenue

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the entity obtains control of the grant, 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.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Holdsworth Community Ltd receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of profit or loss and other comprehensive income.

Notes to the Financial Statements

For the Year Ended 30 June 2018

2 Summary of Significant Accounting Policies

(b) Revenue and other income

Donations

Donations and bequests are recognised as revenue when received.

Interest revenue

Interest is recognised using the effective interest method.

Rendering of services

Revenue in relation to rendering of services is recognised depending on whether the outcome of the services can be estimated reliably. If the outcome can be estimated reliably then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period.

If the outcome cannot be reliably estimated then revenue is recognised to the extent of expenses recognised that are recoverable.

Subscriptions

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

(c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(d) Inventories

Inventories are measured at the lower of cost and net realisable value.

(e) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Notes to the Financial Statements For the Year Ended 30 June 2018

2 Summary of Significant Accounting Policies

(e) Property, plant and equipment

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Company, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Motor Vehicles	20%
Office Equipment	10% - 20%
Computer Equipment	25%-30%
Leasehold improvements	5% -20%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

(f) Financial instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Impairment of financial assets

At the end of the reporting period the Company assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

Financial assets at amortised cost

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of an allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

Available-for-sale financial assets

Notes to the Financial Statements

For the Year Ended 30 June 2018

2 Summary of Significant Accounting Policies

(f) Financial instruments

A significant or prolonged decline in value of an available-for-sale asset below its cost is objective evidence of impairment, in this case, the cumulative loss that has been recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment. Any subsequent increase in the value of the asset is taken directly to other comprehensive income.

(g) Intangibles

Amortisation

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, from the date that they are available for use.

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

Software

Software has a finite life and is carried at cost less any accumulated amortisation and impairment losses. It has an estimated useful life of between one and three years.

(h) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(i) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

(j) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time at 30 June 2018, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

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Notes to the Financial Statements For the Year Ended 30 June 2018

4 Revenue and Other Income

Revenue from continuing operations	2018	2017
	\$	\$
Sales revenue		
- sale of goods	264,843	267,422
- provision of services	559,062	544,180
- member subscriptions	165	175
- Grants	4,147,716	4,246,417
- Donations, Fundraising	189,313	260,627
	<u>5,161,099</u>	<u>5,318,821</u>
Finance income		
- other interest received	26,024	32,548
Other revenue		
Total Revenue	<u>5,187,123</u>	<u>5,351,369</u>

	2018	2017
	\$	\$
Other Income		
- fees	46,747	50,419
- other income	134,870	196,041
- net gain on disposal of property, plant and equipment	1,420	15,991
	<u>183,037</u>	<u>262,451</u>

5 Cash and Cash Equivalents

	2018	2017
	\$	\$
Cash at bank and in hand	337,867	108,386
Short-term deposits	600,298	901,777
	<u>938,165</u>	<u>1,010,163</u>

6 Trade and Other Receivables

	2018	2017
	\$	\$
CURRENT		
Trade receivables	108,856	61,839
Other financial assets	(a) 306,528	314,450
	<u>415,384</u>	<u>376,289</u>
Other receivables	7,714	-

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Notes to the Financial Statements For the Year Ended 30 June 2018

6 Trade and Other Receivables

	2018	2017
	\$	\$
Total current trade and other receivables	423,098	376,289

(a) Other Financial Assets

Includes Term Deposit of \$300,000 expiring on the 14 February 2019.

The carrying value of trade and other receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

7 Inventories

	2018	2017
	\$	\$
CURRENT		
At cost:		
Inventory	6,167	8,329
	6,167	8,329

8 Other Assets

	2018	2017
	\$	\$
CURRENT		
Prepayments	4,273	10,466
Other asset HCP Clients	1,119	11,502
	5,392	21,968

9 Property, plant and equipment

PLANT AND EQUIPMENT

Plant and equipment		
At cost	128,838	128,838
Accumulated depreciation	(88,072)	(80,133)
Total plant and equipment	40,766	48,705

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Notes to the Financial Statements For the Year Ended 30 June 2018

9 Property, plant and equipment

Motor vehicles

	-	-
At cost	778,878	872,872
Accumulated depreciation	(560,223)	(678,339)
Total motor vehicles	<u>218,655</u>	<u>194,533</u>

Computer equipment

	\$ -	\$ -
At cost	64,219	64,219
Accumulated depreciation	(64,219)	(62,138)
Total computer equipment	<u>\$ -</u>	<u>\$ 2,081</u>

Leasehold Improvements

At cost	\$ 638,718	\$ 638,718
Accumulated amortisation	(279,298)	(225,784)
Total leasehold improvements	<u>\$ 359,420</u>	<u>\$ 412,934</u>
Total plant and equipment	<u>618,841</u>	<u>658,253</u>

Total property, plant and equipment

618,841 658,253

(a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Plant and Equipmen t \$	Motor Vehicles \$	Computer Equipmen t \$	Improvem ents \$	Total \$
Year ended 30 June 2018					
Balance at the beginning of year	48,705	194,534	2,081	412,934	658,254
Additions	-	175,517	-	-	175,517
Disposals	-	(91,700)	-	-	(91,700)
Depreciation expense	(7,939)	(59,696)	(2,081)	(53,514)	(123,230)
Balance at the end of the year	<u>40,766</u>	<u>218,655</u>	<u>-</u>	<u>359,420</u>	<u>618,841</u>

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Notes to the Financial Statements For the Year Ended 30 June 2018

10 Intangible Assets

Computer software		
Cost	56,166	56,166
Accumulated amortisation	(46,305)	(39,660)
Net carrying value	9,861	16,506
Total Intangibles	9,861	16,506

11 Trade and Other Payables

	2018	2017
Note	\$	\$
Current		
Trade payables	128,423	88,358
Sundry payables and accrued expenses	320	27,217
Superannuation Payable	84,557	105,488
	213,300	221,063

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying amounts are considered to be a reasonable approximation of fair value.

12 Tax assets and liabilities

	2018	2017
	\$	\$
GST payable	46,186	89,284

13 Employee Benefits

	2018	2017
	\$	\$
Current liabilities		
Long service leave	113,361	100,815
Annual Leave	263,277	210,329
	376,638	311,144
Non-current liabilities		
Long service leave	73,534	95,581
	73,534	95,581

14 Other Liabilities

	2018	2017
	\$	\$
CURRENT		
Funds from DHS - Home Care Clients	111,272	8,437

Holdsworth Community Ltd

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Notes to the Financial Statements For the Year Ended 30 June 2018

14 Other Liabilities

	2018	2017
	\$	\$
Other Advances	10,260	-
Grants received in advance	123,350	-
	244,882	8,437

15 Financial Risk Management

The Company is exposed to a variety of financial risks through its use of financial instruments.

The Company's overall risk management plan seeks to minimise potential adverse effects due to the unpredictability of financial markets.

The Company does not speculate in financial assets.

The most significant financial risks to which the Company is exposed to are described below:

Financial instruments used

The principal categories of financial instrument used by the Company are:

- Trade receivables
- Cash at bank
- Trade and other payable

	2018	2017
	\$	\$
Cash and cash equivalents	938,165	1,010,163
Trade and other receivables	116,570	61,839
Trade and Other Payables	(212,752)	(221,062)
	841,983	850,940

16 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 10 each towards meeting any outstanding's and obligations of the Company. At 30 June 2018 the number of members was 90 (2017: 80).

Holdsworth Community Ltd

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Notes to the Financial Statements For the Year Ended 30 June 2018

17 Income & Expenses

	Disability 2018 \$	Disability 2017 \$	Seniors 2018 \$	Seniors 2017 \$	Meals 2018 \$	Meals 2017 \$	Transport 2018 \$	Transport 2017 \$	Family Services 2018 \$	Family Services 2017 \$	Admin 2018 \$	Admin 2017 \$	Total 2018 \$	Total 2017 \$
Income														
Government Grants (a)														
Commonwealth	398,844	793	1,032,009	1,016,534	274,940	269,184	604,585	556,835	-	-	-	20,000	2,310,377	1,863,346
State	539,502	1,009,163	-	-	22,211	20,281	224,799	308,575	-	-	43,968	46,803	830,481	1,402,823
Local	3,450	60,000	12,000	30,000	286,741	192,304	-	30,000	61,022	70,000	643,648	597,945	1,006,861	980,249
Activities Income														
Client fees and memberships	64,379	118,103	238,350	154,300	1,957	6,108	180,815	193,572	73,559	72,095	165	175	559,227	544,355
Grants an Philanthropy	31,225	-	12,075	-	-	-	-	-	1,000	1,000	145,012	259,627	189,313	260,627
Hire Income	-	-	-	-	-	-	109,933	166,859	-	-	24,937	29,182	134,870	196,041
Food Services	-	-	-	-	264,843	267,422	-	-	-	-	-	-	264,843	267,422
Interest income	-	-	-	-	-	-	-	-	-	-	26,024	32,528	26,024	32,528
Collaborations, subsidies and refunds	913	-	882	33,034	-	-	31,443	15,877	12,510	-	1,000	1,509	46,747	50,420
Surplus on disposal	-	-	-	-	-	-	1,420	13,182	-	-	-	2,809	1,420	13,182
	1,038,313	1,188,059	1,295,316	1,233,868	850,692	755,299	1,152,995	1,284,900	148,091	143,095	884,754	990,578	5,370,163	5,610,993
Expenses														
Employment	923,580	1,140,951	1,074,904	962,585	601,368	502,604	917,483	905,127	136,721	110,288	991,608	746,333	4,645,664	4,367,888
Food	599	1,811	13,666	34,713	228,885	212,735	-	-	-	-	-	-	243,151	249,259
Social support	41,507	18,642	19,041	38,210	-	-	-	-	7,111	6,621	-	-	67,659	63,473
Transport	-	54	102,303	112,607	-	-	118,456	110,734	-	-	-	-	220,759	223,395
Accounting & Audit	-	-	-	-	-	-	-	-	-	-	9,500	18,250	9,500	18,250
Depreciation	-	-	-	-	-	-	56,873	70,398	-	-	73,003	80,789	129,875	151,187
Fundraising	-	-	-	-	-	-	-	-	-	-	14,937	26,548	14,937	26,548
Administration	12,991	627	24,841	44,520	20,439	24,995	35,040	35,562	4,259	12,770	260,062	298,397	357,632	416,005
Admin Recovery	59,636	25,974	60,561	41,233	-	14,965	25,143	163,079	-	13,416	(145,340)	(258,668)	-	(1)
	1,038,313	1,188,059	1,295,316	1,233,868	850,692	755,299	1,152,995	1,284,900	148,091	143,095	1,203,770	911,649	5,689,177	5,516,004
Surplus	-	-	-	-	-	-	-	-	-	-	(319,015)	96,929	(319,015)	96,929

Notes to the Financial Statements
For the Year Ended 30 June 2018

17 Income & Expenses

(a) Government Grants

	2018	2017
	\$	\$
Commonwealth		
Commonwealth Home Support Program (CHSP)	1,468,515	1,443,817
CHSP (Transport)	443,018	398,737
Stronger Communities Program	-	20,000
NDIS	398,844	793
	<u>2,310,377</u>	<u>1,863,347</u>
NSW		
Ageing Disability & Home Care (CCSP & CSTDA + CP)	561,712	1,029,445
Community Care Support Program (Transport)	62,654	112,245
Community Transport Program (Transport)	11,912	31,534
Travel Training (Transport)	123,528	139,095
NGO Program (NSW Health)	26,704	25,700
Community Building Partnership (FACS)	43,968	42,803
Community Building Partnership	-	22,000
	<u>830,478</u>	<u>1,402,822</u>
Local		
Woollahra Council	952,060	928,838
Waverley Council	39,351	43,311
Randwick Council	15,450	8,100
	<u>1,006,861</u>	<u>980,249</u>

18 Key Management Personnel Remuneration

The total remuneration paid to key management personnel of the Company is \$ 622,665 (2017: \$ 728,602).

19 Fair Value Measurement

The Company measures the following assets and liabilities at fair value on a recurring basis:

- Property, plant and equipment

20 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2018 (30 June 2017:None).

Notes to the Financial Statements For the Year Ended 30 June 2018

21 Related Parties

(a) The Company's main related parties are as follows:

There were no related party transactions during the financial year.

22 Events after the end of the Reporting Period

The financial report was authorised for issue on _____ by the Board of Directors.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

23 Fundraising Appeals

(a) Fundraising Income & Expenses

	2018	2017
	\$	\$
Donations	32,806	159,401
Non-government grants	124,094	88,465
Fundraising	32,413	12,761
	<u>189,313</u>	<u>260,627</u>
Fundraising Expenses	(14,732)	(26,548)
Net surplus from fundraising	<u>174,581</u>	<u>234,079</u>

(b) Application of funds for charitable purposes

The organisation has been endorsed as a Deductible Gift Recipient since 1 October 2008.

(c) Fundraising appeals conducted during the year:

The major fundraising events for the year was a gala dinner. In addition to direct mail appeals.

24 Additional Information Required Under Charitable Fundraising Act 1991 (NSW)

			2018	2017
		Surplus	%	%
Total cost of Fundraising	14,732	189,313	12.85%	10.1%
Gross income from fundraising	174,581	189,313	92.21%	89.8%
Total cost of services	-	14,732	0	0

25 Statutory Information

Holdsworth Community Ltd

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Notes to the Financial Statements

For the Year Ended 30 June 2018

25 Statutory Information

The registered office of and principal place of business of the company is:

Holdsworth Community Ltd

64 Holdsworth Street

Woollahra

Woollahra NSW 2025

Holdsworth Community Ltd

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Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 9 to 25, are in accordance with the Australian Charities and Not for Profit Act 2012 and:
 - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 30 June 2018 and of the performance for the year ended on that date of the Company.
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director
Helen Argiris

Director
Luise Elsing

Dated this day of 2018

Holdsworth Community Ltd

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Independent Audit Report to the members of Holdsworth Community Ltd

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Holdsworth Community Ltd (the Company), which comprises the statement of financial position as at 30 June 2018, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *ACNC Act 2012*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2018 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *ACNC Regulations 2013*.

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 Company in accordance with the auditor independence requirements of the *ACNC Act 2012* and 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 confirm that the independence declaration required by the *ACNC Act 2012*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

