

**NARARA ECO LIVING NETWORK
INCORPORATED**

A.B.N. 95 813 021 962

FINANCIAL STATEMENTS

FOR YEAR ENDED 30 JUNE 2019

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INDEPENDENT AUDIT REPORT TO THE
NARARA ECO LIVING NETWORK INCORPORATED
FOR THE YEAR ENDED 30 JUNE 2019

Scope

We have audited the financial report, being a special purpose financial report of the Narara Eco Living Network Incorporated for the year ending 30 June 2019 as set out in the following pages. The committee is responsible for the financial report and has determined that the accounting policies used are appropriate to meet the needs of the Associations Incorporation Act (New South Wales) and the needs of the members. We have conducted an independent audit of this financial report in order to express an opinion on it to the members. No opinion is expressed as to whether the accounting policies used, and described in Note 1, are appropriate to the needs of the members.

The financial report has been prepared for the purpose of fulfilling the requirements of the Associations Incorporation Act (New South Wales). We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than for which it is prepared.

The audit has been conducted in accordance with Australian Accounting Standards. The procedures including examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with the accounting policies described in Note 1 so as to present a view, which is consistent with our understanding of the Association's financial position, and performance as represented by the results of its operations and cash flows. These policies do not require the application of all Australian Accounting Standards and other mandatory professional reporting requirements.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the financial report presents fairly in accordance with the accounting policies described in Note 1 to the financial statements the financial position of the Narara Eco Living Network Incorporated as at 30 June 2019 and the results of its operations for the twelve months period then ended.



EVAN ANDREW NICHOLAS FIPA, A Fin
Accountant and Taxation Consultant
24 September 2019

NARARA ECO VILLAGE NETWORK INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

Note 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirement of the Associations Incorporation Act (New South Wales). The committee has determined that the association is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the Associations Incorporation Act (New South Wales) and applicable Australian Accounting Standards.

No other applicable Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report is prepared on an accruals basis and is based on historic costs and does not take into account changing money values, except where stated.

The following material accounting policies, which are consistent with the previous year unless otherwise stated, have been adopted in the preparation of this financial report.

1. Income Tax

Income from members is exempt from income tax under the concept of mutuality. Net income from other sources is subject to income tax unless an income tax exemption is obtained from the ATO.

The Narara Eco Living Network is tax exempt for the membership component. An income tax return may need to be lodged. This is to be considered by the association.

On 12 December 2013 the association changed its name from Sydney Coastal Ecovillage Incorporated to Narara Eco Living Network Inc.

2. Revenue Recognition

Revenue is recognised when the organisation is legally entitled to the income and the amount can be quantified with reasonable accuracy.

3. Donations, Sponsorship and Grants

Donations, sponsorship and grants are recognised as revenue when the organisation gains control, economic benefits are probable and the amounts can be measured reliably.

4. Depreciation

Items of property, plant and equipment are depreciated over their useful lives to the entity commencing from the time the asset is held ready for use. Assets costing less than \$500 are fully depreciated at the rate of 100% in the year when the asset is held ready for use. Depreciation rates used vary between 20% and 100%

NARARA ECO LIVING NETWORK INCORPORATED

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019

	2019	2018
Accumulated Funds at 1 July 2018	\$ 35,047.09	\$ 17,283.69
Add: Operating Surplus/(Deficit) for year transferred from Statement of Financial Performance	\$ (9,118.72)	\$ 17,763.40
ACCUMULATED FUNDS AT 30 JUNE 2019	<u>\$ 25,928.37</u>	<u>\$ 35,047.09</u>

The above Funds are represented by :

CURRENT ASSETS

Bendigo Bank		
Working Account No. 633-000 150945400	\$ 11,275.78	\$ 14,182.63
Ecoburbia Account No. 633-000 150945467	\$ 2,109.50	\$ 1,101.67
PayPal Account	\$ 1,127.31	\$ 1,009.41
Cash Tin	\$ 200.00	\$ 200.00
Income Tax Instalment	\$ 805.00	
TOTAL CURRENT ASSETS	<u>\$ 15,517.59</u>	<u>\$ 16,493.71</u>

NON CURRENT ASSETS

Plant & Equipment at Cost	\$ 23,095.55	\$ -
Add: Purchases	\$ -	\$ 23,095.55
	<u>\$ 23,095.55</u>	<u>\$ 23,095.55</u>
Less: Accumulated Depreciation	\$ 11,664.60	\$ 4,542.17
TOTAL NON CURRENT ASSETS	<u>\$ 11,430.95</u>	<u>\$ 18,553.38</u>

TOTAL ASSETS	<u>\$ 26,948.54</u>	<u>\$ 35,047.09</u>
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CURRENT LIABILITIES

Trade Creditors	\$ 1,020.17	
TOTAL LIABILITIES	<u>\$ 1,020.17</u>	<u>\$ -</u>

NET ASSETS	<u>\$ 25,928.37</u>	<u>\$ 35,047.09</u>
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NARARA ECO LIVING NETWORK INCORPORATED

STATEMENT OF FINANCIAL PERFORMANCE FOR YEAR ENDED 30 JUNE 2019

	2019	2018
INCOME		
Donations	\$ 10.00	\$ 10.98
Functions	\$ 1,957.76	\$ 1,680.00
Grants	\$ 8,879.83	\$ 18,750.00
Memberships	\$ 3,903.40	\$ 5,911.40
Sales	\$ 75.00	\$ 134.00
Sponsorship	\$ 4,000.00	
Sundry Income	\$ -	\$ 75.00
TOTAL INCOME	\$ 18,825.99	\$ 26,561.38
EXPENSES		
Accountancy & Audit	\$ 850.00	\$ 850.00
Advertising & Promotion	\$ 36.14	\$ 128.97
Bank Fees	\$ 5.96	\$ 42.00
Depreciation	\$ 7,122.43	\$ 4,542.17
Filing Fees	\$ 46.00	\$ 45.00
Events	\$ 15,183.93	\$ 1,112.05
Insurance	\$ 1,166.61	\$ 1,166.61
Repairs & Maintenance	\$ 2,050.00	\$ 797.18
Subscriptions	\$ -	\$ 49.00
Website	\$ 113.96	
Sundry Expenses	\$ 45.00	\$ 65.00
TOTAL OPERATING EXPENSES	\$ 26,620.03	\$ 8,797.98
OPERATING SURPLUS/(DEFICIT) FOR YEAR	\$ (7,794.04)	\$ 17,763.40
Less: Income Tax Expense	\$ 1,324.68	\$ -
OPERATING SURPLUS/(DEFICIT) AFTER INCOME TAX TRANSFERRED TO ACCUMULATED FUNDS	\$ (9,118.72)	\$ 17,763.40

NARARA ECO LIVING NETWORK INCORPORATED

STATEMENT OF CASH FLOWS FOR YEAR ENDED 30 JUNE 2019

	2019	2018
Total of all bank accounts as at 1 July 2018	\$ 15,284.30	\$ 16,532.30
<i>Cash was generated from</i>		
Surplus for period		\$ 17,763.40
Depreciation provided during the year	\$ 7,122.43	\$ 4,542.17
Increase in current liabilities	\$ 1,020.17	
<i>Cash was applied to</i>		
Deficit for period	\$ (9,118.72)	
Acquisition of fixed assets	\$ -	\$ (23,095.55)
Increase in current assets	\$ (922.90)	\$ (458.02)
Total of all bank accounts as at 30 June 2019	<u>\$ 13,385.28</u>	<u>\$ 15,284.30</u>

NARARA ECO LIVING NETWORK INCORPORATED

BANK RECONCILIATION AS AT 30 JUNE 2019

Bendigo Bank
Account No. 633-000 150945400

Cash Book Balance 1 July 2018	\$ 14,182.63
Add: Receipts for year	\$ 5,118.31
	<u>\$ 19,300.94</u>
Less: Payments for year	\$ 8,025.16
Cash Book Balance 30 June 2019	<u>\$ 11,275.78</u>
Balance as per Bank Statement as at 30 June 2019	\$ 11,275.78
Add: Outstanding Deposits	\$ -
	<u>\$ 11,275.78</u>
Less: Unpresented Cheques	\$ -
Balance as per Cash Book as at 30 June 2019	<u>\$ 11,275.78</u>

Bendigo Bank
Account No. 633-000 150945467

Cash Book Balance 1 July 2018	\$ 1,101.67
Add: Receipts for year	\$ 17,598.79
	<u>\$ 18,700.46</u>
Less: Payments for year	\$ 16,590.96
Cash Book Balance 30 June 2019	<u>\$ 2,109.50</u>
Balance as per Bank Statement as at 30 June 2019	\$ 2,109.50
Add: Outstanding Deposits	\$ -
	<u>\$ 2,109.50</u>
Less: Unpresented Cheques	\$ -
Balance as per Cash Book as at 30 June 2019	<u>\$ 2,109.50</u>

