

The Learning For Life Autism Centre Inc.

ABN: 47 260 122 955

Financial Report

For the Year Ended 30 June 2014

The Learning For Life Autism Centre Inc.

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Financial Report

For the Year Ended 30 June 2014

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General Information

The financial statements cover the Learning for Life Autism Centre Inc. as an individual entity. The financial statements are presented in Australian dollars, which is the Learning for Life Autism Centre Inc.'s functional and presentation currency.

The Learning For Life Autism Centre Inc.

ABN: 47 260 122 955

Committee Members' Report

Your committee members submit the financial report of The Learning For Life Autism Centre Inc. (the association) for the financial year ended 30 June 2014.

Committee Members

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

Tom Gleisner (Secretary/Patron)
Dr Amanda Sampson (Patron)
Mary Muirhead (President)
Melanie Larkey (Treasurer)

Non Executive Members

Naomi Labrum
Sally McNeilly
Pam Roy
Mary Christian
Cathy Ryan

Principal Activities

The principal activities of the association during the financial year were to provide intensive, early intervention Applied Behavioural Analysis (ABA) programs to children with Autism Spectrum Disorder (ASD) regardless of their financial circumstances. In addition to providing ABA programs for ASD children, the association collaborates with other organisations in Australia's Autism community to build awareness about ASD and ABA's effectiveness as well as to generate more attention and resources for ASD children and their families.

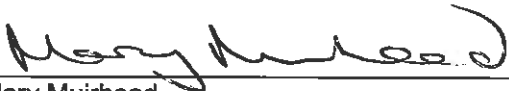
Significant Changes in the State of Affairs

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

Operating Result

The total comprehensive result for the year amounted to a surplus of \$32,725 (2013: surplus of \$199,038).

Signed in accordance with a resolution of the members of the committee



Mary Muirhead
President



Melanie Larkey
Treasurer

Signed this 19th day of October 2014.

The Learning For Life Autism Centre Inc.

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2014

	Note	2014 \$	*Restated 2013 \$
Revenue			
Operating activities	2	996,680	1,079,328
Other income	2	32,588	32,818
Expenses			
Employee related costs		857,808	740,139
Grant and fundraising costs		27,754	45,900
Psychology test fees		11,502	5,248
Occupancy costs		34,632	34,596
Insurance expense		4,654	4,792
Depreciation		6,975	10,194
Doubtful debts		11,773	12,547
Other expenses	3	41,445	59,692
Total expenses		<u>996,543</u>	<u>913,108</u>
Surplus for the year		32,725	199,038
Other comprehensive income for the year		-	-
Total comprehensive result for the year		<u>32,725</u>	<u>199,038</u>

**For details regarding the restatement, refer to note 15*

The Learning For Life Autism Centre Inc.

ABN: 47 260 122 955

Statement of Financial Position

As at 30 June 2014

	Note	2014 \$	*Restated 2013 \$
Assets			
Current Assets			
Cash and cash equivalents	4	448,940	354,854
Trade and other receivables	5	52,105	57,143
Other current assets	6	13,884	13,288
Total current assets		<u>514,929</u>	<u>425,285</u>
Non-Current Assets			
Plant and equipment	7	<u>2,767</u>	<u>9,742</u>
Total non-current assets		<u>2,767</u>	<u>9,742</u>
Total Assets		<u>517,696</u>	<u>435,027</u>
Liabilities			
Current Liabilities			
Trade and other payables	8	64,333	49,182
Provisions	9	<u>54,730</u>	<u>36,952</u>
Total current liabilities		<u>119,063</u>	<u>86,134</u>
Non-Current Liabilities			
Provisions	9	<u>21,633</u>	<u>4,618</u>
Total non-current liabilities		<u>21,633</u>	<u>4,618</u>
Total Liabilities		<u>140,696</u>	<u>90,752</u>
Net Assets		<u>377,000</u>	<u>344,275</u>
Equity			
Retained earnings	10	<u>377,000</u>	<u>344,275</u>
Total Equity		<u>377,000</u>	<u>344,275</u>

*For details regarding the restatement, refer to note 15

The Learning For Life Autism Centre Inc.

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Statement of Changes in Equity

For the Year Ended 30 June 2014

	*Restated Retained Earnings \$	*Restated Total Equity \$
Balance as at 1 July 2012	145,237	145,237
Total comprehensive result for the year	199,038	199,038
Balance as at 30 June 2013	<u>344,275</u>	<u>344,275</u>
	Retained Earnings \$	Total Equity \$
Balance as at 1 July 2013	344,275	344,275
Total comprehensive result for the year	32,725	32,725
Balance as at 30 June 2014	<u>377,000</u>	<u>377,000</u>

**For details regarding the restatement, refer to note 15*

The Learning For Life Autism Centre Inc.

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Statement of Cash Flows

For the Year Ended 30 June 2014

**Restated*

	Note	2014 \$	2013 \$
Cash flows from operating activities			
Receipts from grants, fundraising and other activities		1,030,370	1,079,091
Payments to employees and suppliers		(942,829)	(835,499)
Interest received		6,545	5,664
Net cash from/ (used in) operating activities	13	<u>94,086</u>	<u>249,256</u>
Cash flows from investing activities			
Net cash used in investing activities		<u>-</u>	<u>-</u>
Net increase (decrease) in cash held		94,086	249,256
Cash and cash equivalents at the beginning of the year		<u>354,854</u>	<u>105,598</u>
Cash and cash equivalents at the end of the year	4	<u><u>448,940</u></u>	<u><u>354,854</u></u>

**For details regarding the restatement, refer to note 15*

The Learning For Life Autism Centre Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2014

Note 1: Summary of Significant Accounting Policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Reform Act 2012 (Vic). The committee has determined that the association is not a reporting entity.

The financial report, except for the cash flow information, has been 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.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1031 'Materiality', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities.

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) 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.

(b) Trade and Other Receivables

Trade and other receivables are stated at cost less impairment losses.

(c) Plant and Equipment

Office equipment and furniture and fittings are carried at cost less, where applicable, any accumulated depreciation.

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised immediately in the statement of comprehensive income.

(d) Trade and Other Payables

Trade 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 which remain unpaid. The balance is recognised as a current liability with the amount being normally paid within 30 days of recognition of the liability.

(e) Revenue

Grant revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant and 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.

The Learning For Life Autism Centre Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2014

Note 1: Summary of Significant Accounting Policies (cont'd)

(e) Revenue (cont'd)

Where grants or contributions recognised as revenues during the financial year were obtained on condition that they be expended in a particular manner or used over a particular period and those conditions were undischarged at balance date, the unused grant or contribution is disclosed in note 2. The note also discloses the amount of unused grant or contribution from prior years that was expended on the Association's operations during the current year.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

Donations are recognised as revenue when received.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

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

(f) 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. 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 statement of financial position are shown inclusive of GST.

(g) Income Tax

No provision for income tax has been raised as the association is exempt from income tax under Section 51-10 of the Income Tax Assessment Act 1997.

(h) Employee Benefits

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

(i) Critical accounting estimates and judgments

The committee members evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and based on current trends and economic data, obtained both externally and within the association.

Key estimates - Impairment

The committee members assess impairment at each reporting date by evaluating conditions specific to the association that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined.

(j) Comparative Figures

Where required by Accounting Standards, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

(k) New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Association for the annual reporting period ended 30 June 2014. The Association has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

The Learning For Life Autism Centre Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2014

	2014 \$	*Restated 2013 \$
Note 2: Revenue		
Operating Activities		
Therapy tuition fees	513,456	464,867
Workshop families tuition fees	18,524	8,169
Fundraising income	68,919	105,762
Grants (i)	178,660	251,120
Donations	124,751	146,920
Community endowment contributions	65,220	81,711
Consulting fees	27,150	20,779
Total operating activities revenue	996,680	1,079,328
Other Income		
Interest received	6,545	5,664
Other income	26,043	27,152
Total other income	32,588	32,816
(i) Conditions on Grants		
Grants recognised as revenue during the year that were obtained on condition that they be expended in a specified manner that had not occurred at balance date were:		
Business Manager sponsorship	29,260	39,813
Tuition and workshop sponsorship	103,560	70,350
	132,820	110,163
Grants which were recognised as revenue in prior years and were expended during the current year in the manner specified by the grantor were:		
Business Manager sponsorship	39,813	-
Tuition and workshop sponsorship	51,592	-
	91,405	-
Net increase in restricted assets resulting from grant revenues	41,405	110,163
Restricted Cash Assets related to Grant Monies received held at balance date were:		
Business Manager sponsorship	29,260	39,813
Tuition and workshop sponsorship	122,318	70,350
	151,578	110,163

The Learning For Life Autism Centre Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2014

	2014 \$	2013 \$
Note 3: Other Expenses		
Telephone costs	4,213	4,422
Advertising and Sponsorship expenses	1,937	1,927
Travel and accommodation costs	4,951	28,023
Bank charges	6,437	4,114
Accounting and audit fees	11,108	11,430
Computer software and consumables	3,261	3,670
Office expenses	9,538	7,602
Total other expenses	<u>41,445</u>	<u>61,188</u>
Note 4: Cash and Cash Equivalents		
Current		
Cash on hand	110	110
Cash at bank	259,164	250,604
Short-term deposits	189,666	104,140
Total cash and cash equivalents	<u>448,940</u>	<u>354,854</u>
Note 5: Trade and Other Receivables		
Current		
Trade receivables	61,611	67,567
Provision for doubtful debts	(11,773)	(12,547)
	49,838	55,020
GST receivables	2,267	2,123
Total trade and other receivables	<u>52,105</u>	<u>57,143</u>
Note 6: Other Current Assets		
Current		
Prepayments	5,507	4,945
Security deposit	8,377	8,343
Total trade and other receivables	<u>13,884</u>	<u>13,288</u>

The Learning For Life Autism Centre Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2014

	2014 \$	2013 \$
Note 7: Plant and Equipment		
Non-current		
Office equipment – at cost	16,732	16,732
Less: accumulated depreciation	(16,732)	(15,581)
Total office equipment	-	1,151
Furniture and fittings – at cost	24,330	24,330
Less: accumulated depreciation	(21,563)	(15,739)
Total furniture and fittings	2,767	8,591
Total plant and equipment	2,767	9,742
Note 8: Trade and Other Payables		
Current		
Accrued payroll	32,325	28,406
Other payables and accruals	32,008	20,776
Total trade and other payables	64,333	49,182
Note 9: Provisions		
Current		
Annual leave entitlements	34,792	26,216
Long service leave entitlements	19,938	10,736
Total current provisions	54,730	36,952
Non-Current		
Long service leave entitlements	21,633	4,618
Note 10: Retained Earnings		
		<i>*Restated</i>
Retained earnings at the beginning of the financial year	234,112	145,237
Total comprehensive result for the year	32,725	199,038
Retained earnings at the end of the financial year	377,000	344,275

Note 11: Contingent Liabilities

The Learning for Life Autism Centre Inc. had no contingent liabilities as at 30 June 2014 and 30 June 2013.

Note 12: Events after the reporting period

No matter or circumstance has arisen since 30 June 2014 that has significantly affected, or may significantly affect the Learning for Life Autism Centre Inc.'s operations, the results of those operations, or the Learning for Life Autism Centre Inc.'s state of affairs in future financial years.

The Learning For Life Autism Centre Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2014

	2014	*Restated 2013
	\$	\$
Note 13: Cash Flow Information		
Reconciliation of Cash Flow from Operations		
Surplus for the year	32,725	199,038
Non cash flow items:		
Depreciation	6,975	10,194
Changes in assets and liabilities:		
Decrease (increase) in trade and other receivables	5,038	(12,819)
Decrease (increase) in other current assets	(596)	3,962
Increase (decrease) in trade and other payables	15,151	33,704
Increase (decrease) in grants received in advance	-	(2,500)
Increase (decrease) in provisions	34,793	17,677
Cash flow from operations	94,086	249,256

Note 14: Company Details

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

463A Whitehorse Road

Balwyn VIC 3103

The association operates entirely in Australia as a registered charity with the Australian Charities and Not-for-profits Commission (ACNC).

Note 15: Correction of prior period error

(a) Nature of Prior Period Error

In the year ended 30 June 2013 the accounting for grants was not accounted for in accordance with Australian Accounting Standards. The correction relates to the following:

- Grant income was offset against employee expenditure to which the grant received was related. This has been corrected to gross up the grant received and expenditure incurred.
- Grant income was deferred and disclosed as Grants received in advance when there was not a direct reciprocal arrangement between the grantor and the Association. The grant income has been reclassified as income and adjusted against Grants received in advance in the Statement of Financial Position.

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Notes to the Financial Statements

For the Year Ended 30 June 2014

(b) Impact on prior period opening balances

The error has been corrected by restating each of the affected financial statement line items for the prior year as described in the following table.

Financial report line item / balance affected	Note	Actual 2013 \$	Correction \$	Corrected Actual 2013 \$
<u>Statement of profit or loss and other comprehensive income extract</u>				
Revenue				
Grants	2	130,770	120,350	251,120
Total operating activities revenue		958,978	120,350	1,079,328
Expenses				
Employee related costs		(729,952)	(10,187)	(740,139)
Total expenses		(902,921)	(10,187)	(913,108)
Total comprehensive result for the year		88,875	110,163	199,038
<u>Statement of financial position extract</u>				
Current liabilities				
Grants received in advance		110,163	(110,163)	-
Total current liabilities		196,297	(110,163)	86,134
Total liabilities		200,915	(110,163)	90,752
Net assets		234,112	110,163	344,275
Equity				
Retained earnings	10	234,112	110,163	344,275
Total equity		234,112	110,163	344,275
<u>Statement of cash flows extract</u>				
Cash flows from operating activities				
Receipts from grants, fundraising and other activities		1,068,902	10,189	1,079,091
Payments to employees and suppliers		(825,310)	(10,189)	(835,499)

The Learning For Life Autism Centre Inc.

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Committee Members' Declaration

The committee has determined that the association 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.

In the opinion of the committee the financial report as set out on pages 2 to 12:

1. Presents a true and fair view of the financial position of The Learning For Life Autism Centre Inc. as at 30 June 2014 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Reform Act 2012 (Vic), and
2. At the date of this declaration, there are reasonable grounds to believe that The Learning For Life Autism Centre Inc. will be able to pay its debts as and when they fall due.

This declaration is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:



Mary Muirhead
President



Melanie Larkey
Treasurer

Signed this 19th day of October 2014

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF THE LEARNING FOR LIFE AUTISM CENTRE INC.**

Report on the Financial Report

We have audited the accompanying financial report of The Learning for Life Autism Centre Inc., which comprises the statement of financial position as at 30 June 2014, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the officers' declaration.

The Responsibility of the Members of the Executive Committee for the Financial Report

The Members of the Executive Committee of the entity are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the financial reporting requirements of the *Associations Incorporation Reform Act (Vic) 2012* and are appropriate to meet the needs of the members. The Members of the Executive Committees' responsibility also includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We 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 about 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 entity's preparation and fair presentation 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 the Members of the Executive Committee, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the Executive Committee's financial reporting requirements under the *Associations Incorporation Reform Act (Vic) 2012*. 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 was prepared.

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.

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of The Learning for Life Autism Centre Inc. as at 30 June 2014 and of its performance and its cash flows for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist The Learning for Life Autism Centre Inc. to meet the requirements of the *Associations Incorporation Reform Act (Vic) 2012*. As a result, the financial report may not be suitable for another purpose.

DFK Collins

DFK COLLINS
CHARTERED ACCOUNTANTS

Robert Wernli

Robert Wernli
Partner

19 October 2014
Melbourne

