

AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)
ABN 44 373 080 790

FINANCIAL REPORT
FOR THE YEAR ENDED
31 DECEMBER 2019

AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED
FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2019

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General Information

The financial report covers Australian Health Promotion Association Limited (Company) as an individual entity. The financial report is presented in Australian dollars, which is the functional and presentation currency of the Company.

The financial report consists of the financial statements, notes to the financial statements and the Directors' Declaration.

The Company is a not-for-profit unlisted public Company Limited by Guarantee, a registered charity with the Australian Charities and Not-for-Profits Commission, incorporated and domiciled in Australia.

The Company's registered office is:
38 Surrey Road
Keswick, SA 5035

AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 60-40 OF THE AUSTRALIAN
CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012 TO THE DIRECTORS OF
AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED**

I declare that to the best of my knowledge and belief, during the period ended 31 December 2019 there have been:

- i) no contraventions of the my independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the review; and
- ii) no contraventions of any applicable code of professional conduct in relation to the review.



Simon Fry
Registered Company Auditor

11 JUNE 2020

Date

AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2019

	2019	2018
	\$	\$
INCOME		
Interest Received	6,528	6,618
Membership Fees	138,879	138,859
Grants	166,203	188,684
PD Events & Workshops	-	32,844
Royalty Income	6,402	7,803
Other Revenue	3,912	2,850
TOTAL INCOME	<u>321,924</u>	<u>377,657</u>
EXPENDITURE		
Auditor/Reviewer Remuneration	2,765	2,065
Accounting/Administration	51,027	54,572
Conference & Meeting Costs	12,961	21,042
Insurance	3,201	3,201
Journal, Newsletter & Website	28,288	40,370
Honorariums	-	5,000
Other Expenses	29,317	35,095
PD Events & Workshops	5,794	11,016
Research & Advocacy	-	4,000
Scholarships/Grants	166,239	201,855
TOTAL EXPENSES	<u>299,592</u>	<u>378,217</u>
NET SUPRLUS/(DEFICIT) FOR THE YEAR	<u>22,332</u>	<u>(559)</u>
Other Comprehensive Income	-	-
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR	<u><u>22,332</u></u>	<u><u>(559)</u></u>

The accompanying notes form part of these financial statements

AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019

	Note	2019 \$	2018 \$
CURRENT ASSETS			
Cash & Cash Equivalents	2	640,631	810,085
Trade & Other Receivables	3	13,204	10,075
Other Assets		-	8,363
TOTAL ASSETS		<u>653,835</u>	<u>828,524</u>
CURRENT LIABILITIES			
Trade & Other Payables	4	41,455	104,810
Other Liabilities	5	102,592	236,257
TOTAL LIABILITIES		<u>144,047</u>	<u>341,067</u>
NET ASSETS		<u>509,788</u>	<u>487,457</u>
EQUITY		<u>509,788</u>	<u>487,457</u>

The accompanying notes form part of these financial statements

AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED
STATEMENT OF CHANGES IN EQUITY
AS AT 31 DECEMBER 2019

	Accumulated Surplus \$
BALANCE AT 1 JANUARY 2018	488,016
Net Surplus/(Deficit) for the Year	(559)
Other Comprehensive Income	-
BALANCE AT 31 DECEMBER 2018	<u>487,456</u>
BALANCE AT 1 JANUARY 2019	487,456
Net Surplus/(Deficit) for the Year	22,332
Other Comprehensive Income	-
BALANCE AT 31 DECEMBER 2019	<u><u>509,788</u></u>

The accompanying notes form part of these financial statements

AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	2019 \$	2018 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers		181,218	348,449
Interest Received		3,912	5,903
Payments to Suppliers & Employees		(354,584)	(320,469)
NET CASH FLOWS FROM OPERATING ACTIVITIES	6	<u>(169,454)</u>	<u>33,882</u>
NET INCREASE/(DECREASE) IN CASH HELD		(169,454)	33,882
CASH AT BEGINNING OF THE FINANCIAL YEAR		810,085	776,203
CASH AT END OF THE FINANCIAL YEAR	2	<u><u>640,631</u></u>	<u><u>810,085</u></u>

The accompanying notes form part of these financial statements

AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Australian Health Promotion Association Ltd for the year ended 31 December 2019 were authorised for issue in accordance with a resolution of the directors on 23 April 2020.

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.

a) Basis of Preparation

The Directors have prepared the financial report on the basis that the Company is not a reporting entity as there are unlikely to exist users who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, this Special Purpose Financial Report has been prepared for the purposes of complying with the reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

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 1048 Interpretations and Application of Standards

AASB 1054 Australian Additional Disclosures

These Financial Statements do not conform with International Financial Reporting Standards as issued by the International Accounting Standards Board (IASB).

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values.

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

b) New or revised Standards or Interpretations

The Company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

AASB 15 - Revenue from Contracts with Customers replaces AASB 118 - Revenue, AASB 111 - Construction Contracts, AASB 1004 - Contributions and several revenue-related Interpretations. AASB 1058 - Income of Not-for-Profit Entities became applicable to the Company during the current reporting period. The initial application date of these Standards was 1 January 2019.

The initial adoption of these new Standards has not materially impacted the financial statements.

c) Significant Accounting Judgements & Estimates

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

There are no estimates or judgements which have risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year.

d) Income Tax

The Company is exempt from income tax pursuant to the *Income Tax Assessment Act 1997*. Accordingly, Australian Accounting Standard AASB 112 has not been applied and no provision for income tax has been included in the financial statements.

AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS (cont.)
FOR THE YEAR ENDED 31 DECEMBER 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

e) Revenue Recognition

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

Revenue from grants are recognised where any associated performance obligation to provide services is satisfied, and not immediately upon receipt. Government grants are recognised as follows:

- a grant that does not impose specific future performance obligations on the Association is recognised as revenue the earlier of when the grant proceeds are received or receivable;
- a grant that imposes specific future performance obligations on the Association is recognised as revenue only when the performance obligations are met; and
- a grant received before the revenue recognition criteria are satisfied, is recognised as a liability.

Australian Health Promotion Association Limited receives 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 profit or loss.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue from members is recognised upon the delivery of the membership to the members which is over a twelve month period.

f) Goods & 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.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

g) Cash & 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, and bank overdrafts. Bank overdrafts are shown within short-term borrowing in current liabilities on the statement of financial position.

h) Trade & Other Payables

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

i) Property, Plant & Equipment

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

The depreciation rates used for each class of depreciable assets are:

Plant and Equipment	25%
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The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS (cont.)
FOR THE YEAR ENDED 31 DECEMBER 2019

	2019 \$	2018 \$
2. CASH & CASH EQUIVALENTS		
Cash on hand	110	110
Cash at Bank	640,521	809,975
	<u>640,631</u>	<u>810,085</u>
3. TRADE & OTHER RECEIVABLES		
Trade Receivables	1,144	1,144
Other Receivables	36	-
GST Receivable	4,758	-
Accrued Income	7,266	8,931
	<u>13,204</u>	<u>10,075</u>
4. TRADE & OTHER PAYABLES		
Trade Payables	39,455	36,797
Other Payables	2,000	59,139
GST Payable	-	8,873
	<u>41,455</u>	<u>104,810</u>
5. OTHER LIABILITIES		
Grant Income Received in Advance	29,933	142,678
Membership Fees Received in Advance	72,659	93,578
	<u>102,592</u>	<u>236,257</u>
6. CASH FLOW INFORMATION		
Reconciliation of net surplus/(deficit) from ordinary activities to net cash flows from operating activities:		
Net Surplus/(Deficit) for the Year	22,332	(559)
(Increase)/Decrease in Trade & Other Receivables	(3,129)	(7,568)
(Increase)/Decrease in Prepayments	8,363	(8,363)
Increase/(Decrease) in Trade & Other Payables	(63,355)	66,111
Increase/(Decrease) in Other Liabilities	(133,665)	(15,738)
Net cash flows from operating activities	<u>(169,454)</u>	<u>33,882</u>
7. EVENTS AFTER THE REPORTING DATE		
The directors are not aware of any significant events since the end of the reporting period.		
8. RELATED PARTY TRANSACTIONS		
Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons unless otherwise stated.		
9. MEMBER'S GUARANTEE		
The Company is incorporated under the <i>Corporations Act 2001</i> as a company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum \$1 each towards meeting any outstanding obligations of the entity. The Company has 13 members (2018:13 members).		

AUSTRALIAN HEALTH PROMOTION ASSOCIATION LIMITED
DIRECTORS' DECLARATION

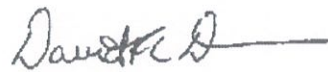
In the Directors' opinion:

- 1) the attached financial statements and notes thereto comply with the *Australian Charities and Not-for-profits Commission Act 2012*, the Accounting Standards as described in note 1 to the financial statements, the *Australian Charities and Not-for-profits Commission Regulation 2013* and other mandatory professional reporting requirements;
- 2) the attached financial statements and notes thereto give a true and fair view of the Company's financial position as at 31 December 2019 and of its performance for the financial year ended on that date; and
- 3) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 60.15 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

David Duncan

Name



Director

Gemma Crawford

Name



Director

10.06.20

Date



Independent Auditor's Review Report

To the members of Australian Health Promotion Association Ltd

Report on the financial report

I have reviewed the accompanying financial report, being a special purpose financial report of Australian Health Promotion Association Ltd, which comprises the statement of financial position as at 31 December 2019, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' responsibility for the financial report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) and the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Assurance practitioner's responsibility

My responsibility is to express a conclusion on the financial report based on my review. I conducted my review in accordance with Auditing Standard on Review Engagements ASRE 2415 *Review of a Financial Report – Company Limited by Guarantee*, in order to state whether, on the basis of the procedures described, anything has come to my attention that causes me to believe that the financial report does not satisfy the requirements of Division 60 of the ACNC Act including; giving a true and fair view of the Company's financial position as at 31 December 2019 and its performance for the year ended on that date; and complying with the Australian Accounting Standards and the Australian Charities and Not-for-profits Commission Regulation 2013 (ACNC Regulation). ASRE 2415 requires that I comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, which is not an audit, nothing has come to my attention that causes me to believe that the financial report of Australian Health Promotion Association Ltd does not satisfy the requirements of Division 60 of the Australian Charities and Not-for-profits Commission Act 2012 including:

- a) giving a true and fair view of the company's financial position as at 31 December 2019 and of its performance for the year ended on that date; and
- b) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

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Liability limited by a scheme approved under Professional Standards Legislation

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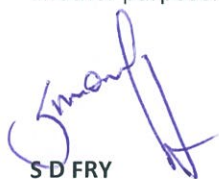
Fry Accounting Pty Ltd (ACN 164 181 784) ATF Fry Accounting Trust (ABN 53 153 541 799)

Independent Auditor's Review Report

To the members of Australian Health Promotion Association Ltd (continued)

Basis of Accounting

Without modifying my conclusion, I draw attention to Note 1 to the financial report which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Directors' financial reporting responsibilities under section 60-50(3) of the ACNC Act. As a result, the financial report may not be suitable for another purpose.



S D FRY

ADELAIDE

11 JUNE 2020