



# Annual Report 2019 / 2020

## Connections Plus Inc. Australia

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## **Annual General Meeting**

### **Connections Plus Australia Inc.**

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#### **Minutes of the AGM Wednesday, 23 October, 2019**

**Attendees:** John How, Joanne Clarke, Stephanie Skelton, Rainer Strassberger, Alex Cochran, Anne Walker, Louise Yeoman, Peter Johnstone, Junee Waites, Dane Waites, Sharon Burden, Ron Finneran, Wendy Luxford, Ken Johnston, Nathan Johnston, Christa Strassberger, Elizabeth Broukamp, Loretta Ashby, Julie Edwards, Sharyn Robertson, Nyrie Tickell, Doug Skitt, Mall Skitt.

**Apologies:** Yvonne Mak, Jane Hughes, Beck Minear, Matthew Hulme, Michelle Milsom, Shannon Sutton, Colin Clarke, Anna Clarke, Carly Searston, Diane Wagemans, Paul Considine, Libby Weir, Peter Miles, Yvonne Sellentin.

#### **Apologies**

- Rainer Strassberger read the Apologies  
*Moved:* Alex Cochran  
*Seconded:* Mal Skitt

**Meeting opened 7:15pm and Welcome to Country** Rainer Strassberger.

- Introduction to committee members and acknowledged work of office staff and support workers.

#### **Highlights of the previous twelve months**

- Snow skiing trip in partnership with disability winter sports.
- Tura Beach building agreement DA matter of weeks away, delivering day program in conjunction with assisted living.
- Good outcomes for clients.

#### **Minutes of 2018 Annual General Meeting**

Motion: To accept the minutes from the previous Annual General Meeting as tabled at the meeting.

*Moved:* Peter Johnstone  
*Seconded:* Ron Finneran

#### **Chairperson's report by Colin Clarke as included in 2018/2019 Annual Report**

Motion: To accept the Chairperson's report as tabled at the meeting.

*Moved:* Stephanie Skelton  
*Seconded:* Peter Johnstone

#### **Service Manager's Report**

Motion: To accept the Service Manager's report as tabled at the meeting.

*Moved:* Mal Skitt  
*Seconded:* Sharyn Robertson

## **Treasurers Report by Alex Cochran as included in 2018/2019 Annual Report**

### **Key summary:**

- Greater investment into programming and administration to provide growth of opportunities, staff training and capital investment ie Tura Beach house.
- Asset growth will continue through conservative in the approach to ensure sustainability.
- Major income areas are Community Access and Supported Accommodation. Balance in service streams is a continuing target.
- Question on definition of Community Access: built on clients' needs as requested.
- Asset replacement will continue as needed.
- First full-service audit is expected in the next 12 months.

### **Open Forum**

Growing staff team means pressure on the space of the current location, what happens.

**Motion:** To accept the Treasurer's report as presented and tabled

*Moved:* Junee Waites

*Seconded:* Peter Johnstone

### **Election of Committee Members**

#### **John How declared all positions vacant**

- Chairperson: Colin Clarke  
*Moved:* Rainer Strassberger  
*Seconded:* Alex Cochran
- Vice Chair Nominated: Vacant
- Secretary: Nyrie Tickell  
*Moved:* Alex Cochran  
*Seconded:* Stephanie Skelton
- Treasurer: Alex Cochran  
*Moved:* Rainer Strassberger  
*Seconded:* Peter Johnstone

## Minutes of AGM – Wednesday, 23 October 2019

- Ordinary Member: Michelle Milsom  
*Moved:* Alex Cochran  
*Seconded:* Rainer Strassberger
- Ordinary Member: Yvonne Sellentin  
*Moved:* Rainer Strassberger  
*Seconded:* Dane Waites
- Public Officer: Michelle Milsom  
*Moved:* Stephanie Skelton  
*Seconded:* Doug Skitt

### **Appointment of Auditor**

Kothes to be appointed to the position of auditors for the 2019 - 2020 financial year.

*Moved:* Peter Johnstone  
*Seconded:* Doug Skitt

### **General Business**

We are pleased to have Ron Finneran onboard who will continue in his role as Patron for Connections Plus Australia Inc.

**Meeting closed:** 7:50pm



# CHAIRPERSON'S REPORT

ANNUAL GENERAL MEETING 2019/2020

Over the past three years, the board has had a particular focus on the professionalisation of the organisation and an ongoing commitment and attention to ensure a framework in which exceptional support and service delivery is our dominant culture.

In the 2019/2020 financial year, this has continued to be our focus and we have endeavoured to build on the challenges and opportunities of the past few years, to ensure that the ultimate result, organisation-wide, is 'Better Service'.

The board continues to be acutely aware that, as an organisation, we exist in a highly dynamic environment with often competing pressures from our stakeholders.

As such, it is important the board ensures it is constantly reviewing its own function and role to ensure 'Better Service' is not just maintained but is always looking to improve.

Rainer has built a highly capable management team and the board continues to work closely with Rainer and his team as we uniformly seek to meet the objectives of our strategic plan and consistently deliver 'Better Service'.

The board is appreciative of Rainer's leadership and thankful for the skills and expertise that he and his team bring to the organisation.

While most of our connection is with Rainer and his team, the board is aware that we have amazing support staff in our organisation.

I know the board remains passionate about ensuring that the lives of our participants and their families are valued and enhanced. Connection Plus Australia continues to be humbled to play a role in their stories.

I have felt privileged to be part of this organisation and I look forward to seeing the organisation go from strength to strength in the year ahead.

Colin Clarke  
**Chairperson**

# CEO'S REPORT



## ANNUAL GENERAL MEETING 2019/2020

Last year I made a commitment to work with our team to build a future for our organisation that is vibrant, diverse and sustainable and I'm pleased to report we have made significant progress towards this.

We have actively listened to our participants and their parents and we revisited our core business after deep reflection on who we are and what we stand for.

We are people who care with a deep commitment to providing everyone with equal respect and equal opportunity.

Built on delivering service that is reliable, flexible, responsive, caring, friendly and empathetic, we're creating culture and philosophy that enthusiastically embraces all these qualities and delivers on our promise to our participants that we will provide 'Better Service'.

There are many exciting projects underway that aim to make us better at what we do. Several of these directly involve our participants in co-designing future service provision.

Quality services are not possible without excellent support staff. Recruitment and retention are major issues for us as the need for support staff grows with our expansion. We have several important initiatives underway to support staff and we continue to provide the relevant training to enable them to do their work well, in a supportive environment.

There are few things more important to the success of a non-profit organisation than the quality of its board members, and in building the board on our wish list, I had to face two big challenges:

1. Finding qualified and motivated people in the first place and
2. Moulding them into a team so they understand how to best serve the organisation.

We at 'Connections Plus Australia' have been very lucky to find some years ago the right mix of board-members, to steer us through some very difficult periods, like for instance the introduction of NDIS and NDIA, followed by the devastating period of fires and Covid-19.

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For all the hard work and the diligence they performed it with, I would like to thank them all.

In closing, I would like to thank the Board, the Management team and all staff for the support they have given to Connections Plus Australia this year.

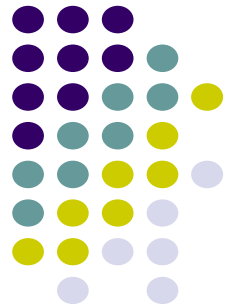
Rainer Strassberger  
**Chief Executive Officer**



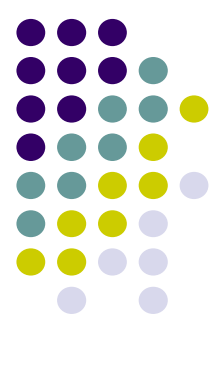
# Treasurers Report 2019/2020



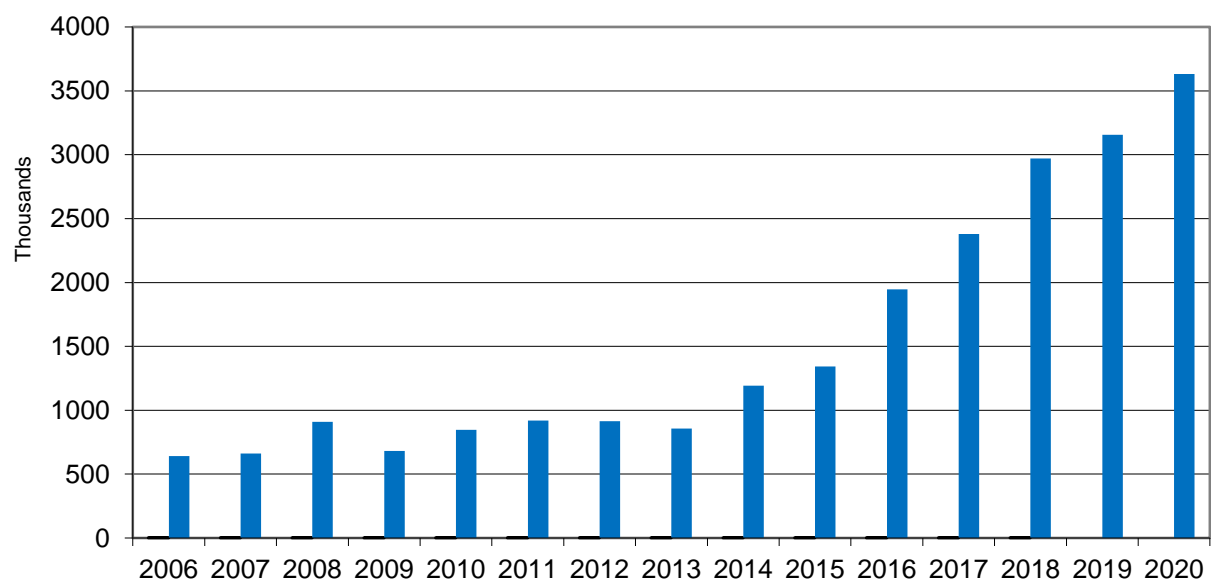
Caitlin enjoying her trip to Canberra



# The Numbers



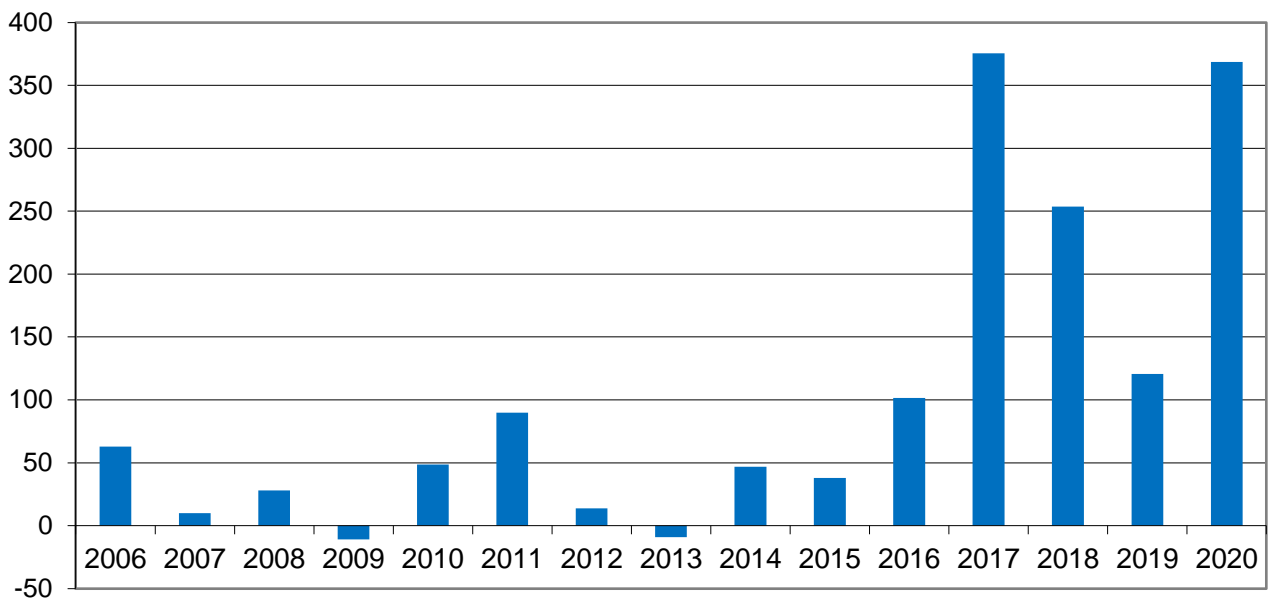
## Total Revenue



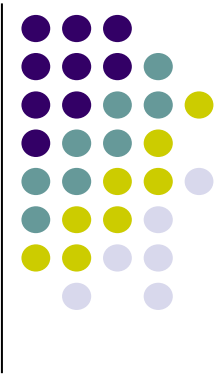
# The Numbers



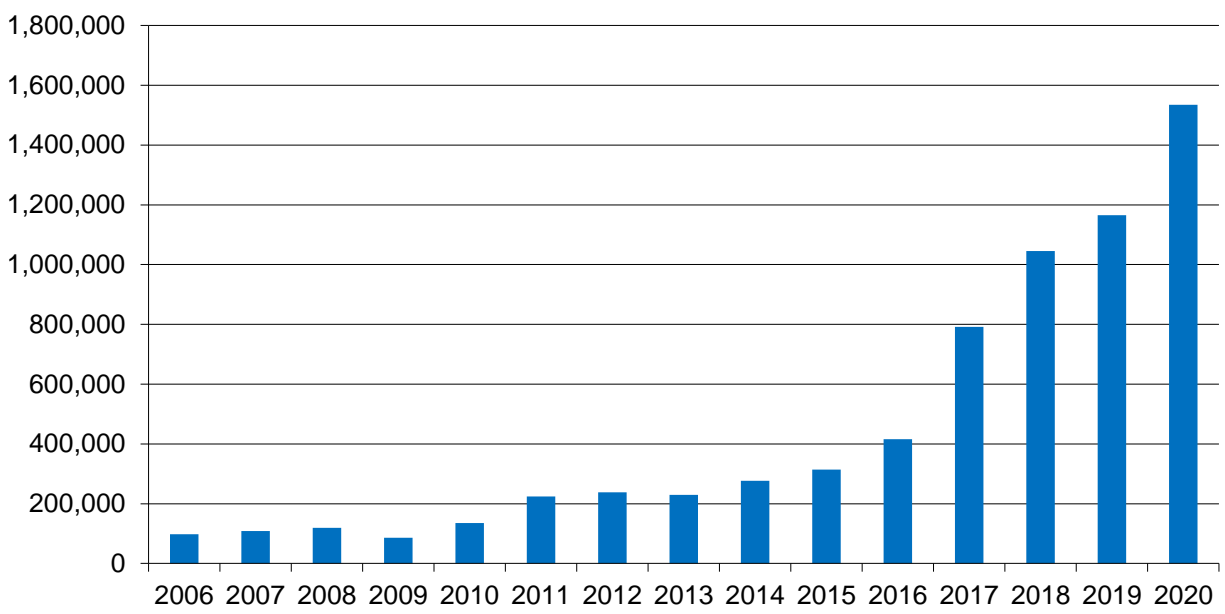
## Surplus



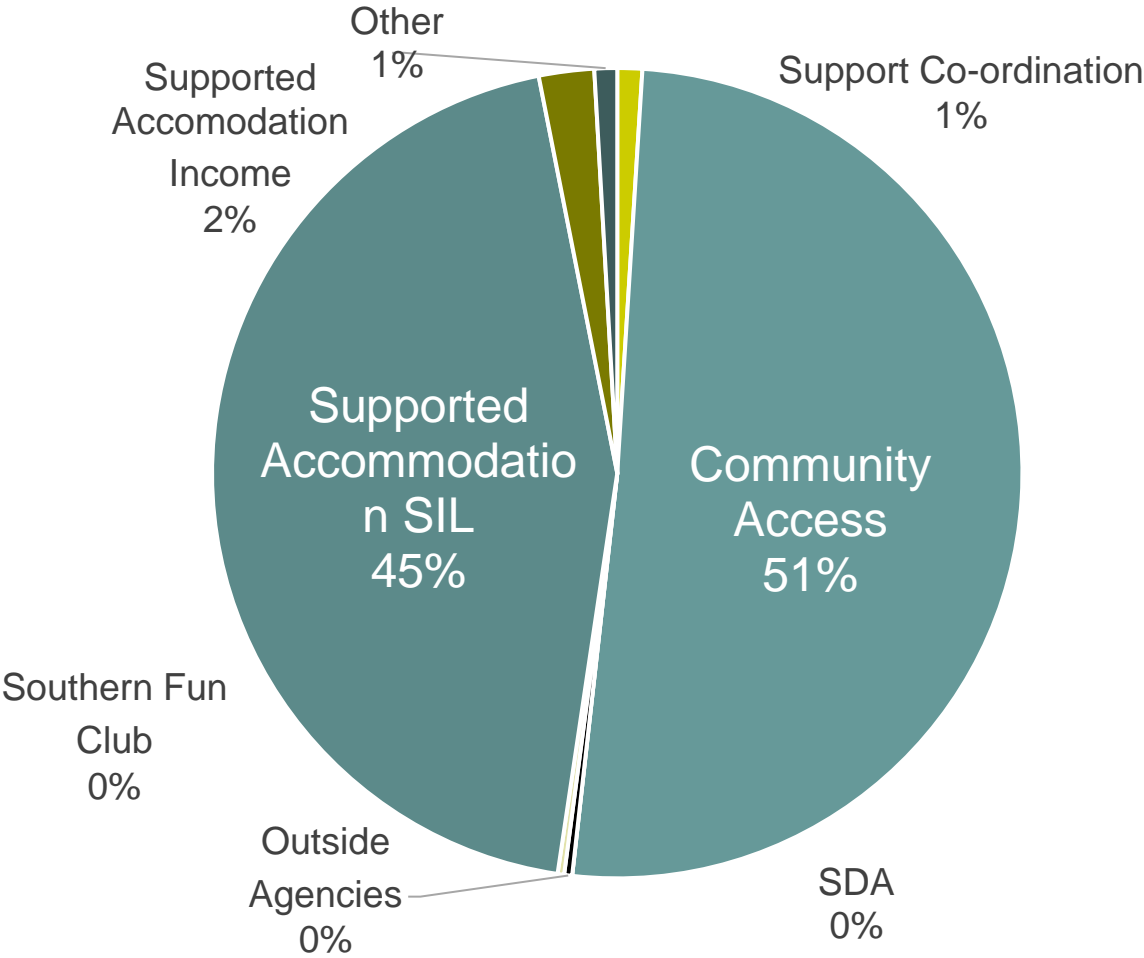
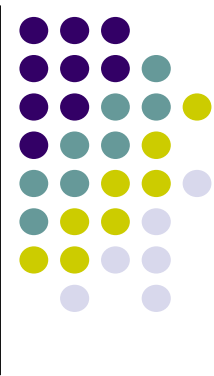
# The Numbers

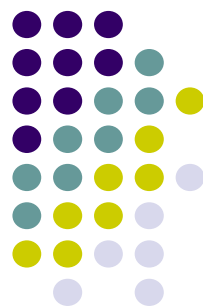


## Net Assets



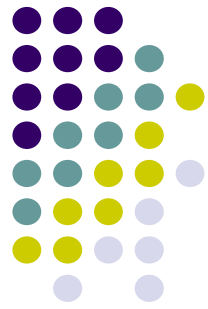
# Income Sources





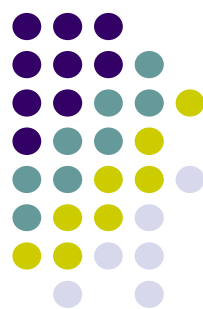
# Transition Continues

- Finalised transition from respite to supported accommodation.
- Secured property for Community Access Hub.
- Increased our administrative resources.
- Engaged external compliance and governance consultants.
- Increased our transport fleet. (Again)



# Priorities

- Maintain the suite of support services we offer.
- Increase our community/stakeholder awareness.
- Keep our overhead load as light as possible.
- Prudently invest in our team and equipment.
- Grow at a sustainable pace.
- Plan for the unexpected.



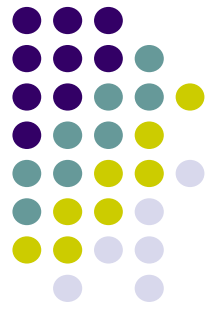
# The Vision

To ensure that the service is positioned to play a significant role in providing a broad range of support services to the community.

- Provider of choice for a range of community support services.
- Emergency and transitional respite and out of home care.
- Grow our supported accommodation programs.
- Grow our Community Access programs.

Advocate for our clients needs via the NDIS systems.





## Next Steps

1. Maintain the support services we provide.
2. Continue to invest in staff and capabilities.
3. Advocate for our clients needs.

# Our Journey Continues





# Connections Plus Australia Incorporated

ABN: 39 736 696 723

## Financial Statements

For the Year Ended 30 June 2020



Our new Community Access Hub at Tura Beach

# Connections Plus Australia Incorporated

ABN: 39 736 696 723

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For the Year Ended 30 June 2020

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## Connections Plus Australia Incorporated

ABN: 39 736 696 723

### Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2020

|  | Note | 2020<br>\$     | 2019<br>\$     |
|--|------|----------------|----------------|
| Revenue  | 5    | 3,626,102      | 3,149,571      |
| Finance income - interest on cash at bank                  |      | 4,789          | 6,823          |
| Gain on disposal of assets                                 |      | 1,115          | -              |
| Depreciation and amortisation expense                      |      | (97,869)       | (64,026)       |
| Impairment losses on financial assets - bad debts expense  |      | (1,822)        | (11,037)       |
| Finance expenses - interest on lease liabilities           |      | (8,388)        | -              |
| Administrative expenses                                    |      | (114,507)      | (185,859)      |
| Buildings expenses   |      | (77,401)       | (102,715)      |
| Flexible Respite:  |      | (802,173)      | (747,663)      |
| Motor vehicle expenses                                     |      | (65,281)       | (45,293)       |
| NDIS expenses  |      | (2,046,708)    | (1,814,279)    |
| Outside Agency expenses                                    |      | (8,283)        | (24,567)       |
| Supported Accommodation expenses                           |      | (40,900)       | (40,232)       |
| <b>Surplus before income tax</b>                           |      | <b>368,674</b> | <b>120,723</b> |
| Income tax expense   | 3(a) | -              | -              |
| <b>Surplus from continuing operations</b>                  |      | <b>368,674</b> | <b>120,723</b> |
| <b>Other comprehensive income for the year, net of tax</b> |      | <b>-</b>       | <b>-</b>       |
| <b>Total comprehensive income for the year</b>             |      | <b>368,674</b> | <b>120,723</b> |

The Association has initially applied AASB 15 and AASB 1058 using the cumulative effect method and has not restated comparatives. The comparatives have been prepared using AASB 118, AASB 1004 and related interpretations.

The Association has initially applied AASB 16 using the cumulative effect method and has not restated comparatives. The comparatives have been prepared using AASB 117 and related interpretations.

# Connections Plus Australia Incorporated

ABN: 39 736 696 723

## Statement of Financial Position

As At 30 June 2020

|                               | Note | 2020<br>\$ | 2019<br>\$ |
|-------------------------------|------|------------|------------|
| <b>ASSETS</b>                 |      |            |            |
| CURRENT ASSETS                |      |            |            |
| Cash and cash equivalents     | 6    | 1,630,746  | 926,473    |
| Trade and other receivables   | 7    | 21,811     | 105,693    |
| TOTAL CURRENT ASSETS          |      | 1,652,557  | 1,032,166  |
| NON-CURRENT ASSETS            |      |            |            |
| Property, plant and equipment | 8    | 394,304    | 395,609    |
| Right-of-use assets           | 9    | 346,708    | -          |
| TOTAL NON-CURRENT ASSETS      |      | 741,012    | 395,609    |
| TOTAL ASSETS                  |      | 2,393,569  | 1,427,775  |
| <b>LIABILITIES</b>            |      |            |            |
| CURRENT LIABILITIES           |      |            |            |
| Trade and other payables      | 10   | 33,064     | 40,660     |
| Lease liabilities             | 9    | 22,872     | -          |
| Short-term provisions         | 11   | 191,100    | 191,100    |
| Employee benefits             | 12   | 51,052     | 30,502     |
| Funding in advance            |      | 234,139    | -          |
| TOTAL CURRENT LIABILITIES     |      | 532,227    | 262,262    |
| NON-CURRENT LIABILITIES       |      |            |            |
| Lease liabilities             | 9    | 327,155    | -          |
| TOTAL NON-CURRENT LIABILITIES |      | 327,155    | -          |
| TOTAL LIABILITIES             |      | 859,382    | 262,262    |
| NET ASSETS                    |      | 1,534,187  | 1,165,513  |
| <b>EQUITY</b>                 |      |            |            |
| Retained earnings             |      | 1,534,187  | 1,165,513  |
| TOTAL EQUITY                  |      | 1,534,187  | 1,165,513  |

The Association has initially applied AASB 15 and AASB 1058 using the cumulative effect method and has not restated comparatives. The comparatives have been prepared using AASB 118, AASB 1004 and related interpretations.

The Association has initially applied AASB 16 using the cumulative effect method and has not restated comparatives. The comparatives have been prepared using AASB 117 and related interpretations.

The accompanying notes form part of these financial statements.

## Connections Plus Australia Incorporated

ABN: 39 736 696 723

### Statement of Changes in Equity For the Year Ended 30 June 2020

#### 2020

|                         | Retained<br>Earnings<br>\$ |
|-------------------------|----------------------------|
| Balance at 1 July 2019  | 1,165,513                  |
| Operating result        | 368,674                    |
| Balance at 30 June 2020 | <u>1,534,187</u>           |

#### 2019

|                         | Retained<br>Earnings<br>\$ |
|-------------------------|----------------------------|
| Balance at 1 July 2018  | 1,044,790                  |
| Operating result        | 120,723                    |
| Balance at 30 June 2019 | <u>1,165,513</u>           |

The Association has initially applied AASB 15 and AASB 1058 using the cumulative effect method and has not restated comparatives. The comparatives have been prepared using AASB 118, AASB 1004 and related interpretations.

The Association has initially applied AASB 16 using the cumulative effect method and has not restated comparatives. The comparatives have been prepared using AASB 117 and related interpretations.

# Connections Plus Australia Incorporated

ABN: 39 736 696 723

## Statement of Cash Flows For the Year Ended 30 June 2020

|   | Note | 2020<br>\$       | 2019<br>\$      |
|---|------|------------------|-----------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>              |      |                  |                 |
| Receipts from operating activities                        |      | 3,984,824        | 3,347,143       |
| Payments to suppliers and employees                       |      | (3,193,210)      | (3,070,131)     |
| Interest received   |      | 4,789            | 6,823           |
| Net cash provided by/(used in) operating activities       |      | <u>796,403</u>   | <u>283,835</u>  |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>              |      |                  |                 |
| Proceeds from sale of property, plant and equipment       |      | 2,500            | -               |
| Payment for property, plant and equipment                 |      | (77,128)         | (71,680)        |
| Net cash provided by/(used in) investing activities       |      | <u>(74,628)</u>  | <u>(71,680)</u> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>              |      |                  |                 |
| Repayment of lease liabilities                            |      | (17,502)         | -               |
| Net cash provided by/(used in) financing activities       |      | <u>(17,502)</u>  | <u>-</u>        |
| Net increase/(decrease) in cash and cash equivalents held |      | 704,273          | 212,155         |
| Cash and cash equivalents at beginning of year            |      | 926,473          | 714,318         |
| Cash and cash equivalents at end of financial year        | 6    | <u>1,630,746</u> | <u>926,473</u>  |

The Association has initially applied AASB 15 and AASB 1058 using the cumulative effect method and has not restated comparatives. The comparatives have been prepared using AASB 118, AASB 1004 and related interpretations.

The Association has initially applied AASB 16 using the cumulative effect method and has not restated comparatives. The comparatives have been prepared using AASB 117 and related interpretations.



# Connections Plus Australia Incorporated

ABN: 39 736 696 723

## Notes to the Financial Statements

### For the Year Ended 30 June 2020

The financial report covers Connections Plus Australia Incorporated as an individual entity. Connections Plus Australia Incorporated is a not-for-profit Association, registered and domiciled in Australia. The Association was incorporated on 13th November, 1992 under the Associations Incorporation Act 1984 (NSW) (#Y1614240). The association is registered with the Australian Business Register - Australian Business Number 39 736 696 723. The Association is registered for tax purposes as a Public Benevolent Institution and is endorsed to access the following tax concessions; GST Concession, FBT Exemption, and Income Tax Exemption. The association is registered for Goods & Services Tax purposes. The association holds an authority to fundraise for charitable purposes (# CFN12661) under the Charitable Fundraising Act 1991 (NSW). This authority remains in force until 25 April 2025. On the 14 January 2015 the Association changed its name from Respite Care Bega Valley Incorporated to Connections Plus Australia Incorporated.

The functional and presentation currency of Connections Plus Australia Incorporated is

Australian dollars. Comparatives are consistent with prior years, unless otherwise stated.

#### 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-profits Commission Act 2012*.

#### 2 Change in Accounting Policy

##### Revenue from Contracts with Customers - Adoption of AASB 15

The Association has adopted AASB 15 *Revenue from Contracts with Customers* and AASB 1058 *Income of Not-for-Profit Entities* for the first time in the current year with a date of initial application of 1 July 2019.

The Association has applied AASB 15 and AASB 1058 using the cumulative effect method which means the comparative information has not been restated and continues to be reported under AASB 118, AASB 1004 and related interpretations. There were no prior year adjustments on adoption of AASB 15 and AASB 1058 to any account balances, only changes in the presentation of revenue items in the financial statements.

##### Leases - Adoption of AASB 16

The Association has adopted AASB 16 *Leases* using the modified retrospective (cumulative catch-up) method from 1 July 2019 and therefore the comparative information for the year ended 30 June 2019 has not been restated and has been prepared in accordance with AASB 117 *Leases* and associated Accounting Interpretations.

##### Impact of adoption of AASB 16

The impact of adopting AASB 16 is described below:

##### Association as a lessee

Under AASB 117, the Association assessed whether leases were operating or finance leases based on its assessment of whether the significant risks and rewards of ownership had been transferred to the Association or remained with the lessor. Under AASB 16, there is no differentiation between finance and operating leases for the lessee and therefore all leases which meet the definition of a lease are recognised on the statement of financial position (except for short-term leases and leases of low value assets).

The Association has elected to use the exception to lease accounting for short-term leases and leases of low value assets, and the lease expense relating to these leases are recognised in the statement of profit or loss on a straight line basis.

# Connections Plus Australia Incorporated

ABN: 39 736 696 723

## Notes to the Financial Statements For the Year Ended 30 June 2020

### 2 Change in Accounting Policy

#### Leases - Adoption of AASB 16

##### Impact of adoption of AASB 16

###### *Practical expedients used on transition*

AASB 16 includes a number of practical expedients which can be used on transition, the Association has used the following expedients:

- contracts which had previously been assessed as not containing leases under AASB 117 were not re-assessed on transition to AASB 16;
- lease liabilities have been discounted using the Association's incremental borrowing rate at 1 July 2019;
- right-of-use assets at 1 July 2019 have been measured at an amount equal to the lease liability adjusted by the amount of any prepaid or accrued lease payments;
- a single discount rate was applied to all leases with similar characteristics;
- excluded leases with an expiry date prior to 30 June 2020 from the statement of financial position and lease expenses for these leases have been recorded on a straight-line basis over the remaining term;
- used hindsight when determining the lease term if the contract contains options to extend or terminate the lease;

##### Financial statement impact of adoption of AASB 16

The Association has recognised right-of-use assets of \$63,090 and lease liabilities of \$63,090 at 1 July 2019, for leases previously classified as operating leases.

The weighted average lessee's incremental borrowing rate applied to lease liabilities at 1 July 2019 was 5.00%.

|  | \$            |
|--|---------------|
| Operating lease commitments at 30 June 2019                    | 103,090       |
| Less: Interest to end of lease agreement                       | (40,000)      |
| Discounted using the incremental borrowing rate at 1 July 2019 | 63,090        |
| <b>Lease liabilities recognised at 1 July 2019</b>             | <b>63,090</b> |

### 3 Summary of Significant Accounting Policies

#### (a) Income Tax

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

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2020**

#### **3 Summary of Significant Accounting Policies**

##### **(b) Revenue and other income**

*For comparative year*

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 Association 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.

##### **Grant revenue**

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the Association 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.

##### **Donations**

Donations and bequests are recognised as revenue when received.

##### **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.

##### **Revenue from contracts with customers**

*For current year*

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Association expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2020**

### **3 Summary of Significant Accounting Policies**

#### **(b) Revenue and other income**

##### **Revenue from contracts with customers**

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Association have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

##### **Specific revenue streams**

The revenue recognition policies for the principal revenue streams of the Association are:

##### **NDIS Income**

Revenue from the provision of accommodation and associated services from participants in the National Disability Insurance Scheme (NDIS) is booked when the accommodations/services are provided.

##### **Grant revenue**

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

##### **Other income**

Other income is recognised on an accruals basis when the Association 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 payables are stated inclusive of GST.

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) 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.

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2020**

#### **3 Summary of Significant Accounting Policies**

##### **(d) Property, plant and equipment**

###### **Land and buildings**

Land and buildings are measured using the cost model.

###### **Plant and equipment**

Plant and equipment are measured using the cost model.

###### **Depreciation**

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

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

| <b>Fixed asset class</b>              | <b>Depreciation rate</b> |
|---------------------------------------|--------------------------|
| Holiday House Building & Improvements | 2.5% - 5%                |
| Plant and Equipment                   | 20% - 33.3%              |
| Motor Vehicles                        | 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.

##### **(e) Financial instruments**

Financial instruments are recognised initially on the date that the Association 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).

###### **Financial assets**

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

###### *Classification*

On initial recognition, the Association classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2020**

#### **3 Summary of Significant Accounting Policies**

##### **(e) Financial instruments**

###### **Financial assets**

- fair value through other comprehensive income - equity instrument (FVOCI - equity)
- fair value through other comprehensive income - debt investments (FVOCI - debt)

Financial assets are not reclassified subsequent to their initial recognition unless the Association changes its business model for managing financial assets.

###### *Amortised cost*

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

The Association's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

###### *Impairment of financial assets*

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for financial assets measured at amortised cost.

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Association considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Association's historical experience and informed credit assessment and including forward looking information.

The Association uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Association uses the presumption that a financial asset is in default when the other party is unlikely to pay its credit obligations to the Association in full, without recourse to the Association to actions such as realising security (if any is held).

Credit losses are measured as the present value of the difference between the cash flows due to the Association in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2020**

#### **3 Summary of Significant Accounting Policies**

##### **(e) Financial instruments**

###### **Financial assets**

###### *Trade receivables*

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Association has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Association renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

###### *Other financial assets measured at amortised cost*

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

###### **Financial liabilities**

The Association measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Association comprise of trade payables.

##### **(f) 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.

##### **(g) Leases**

###### *For comparative year*

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the life of the lease term.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2020**

#### **3 Summary of Significant Accounting Policies**

##### **(g) Leases**

*For current year*

At inception of a contract, the Association assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

This involves an assessment of whether:

- The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.
- The Association has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- The Association has the right to direct the use of the asset i.e. decision making rights in relation to changing how and for what purpose the asset is used.

At the lease commencement, the Association recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Association believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Association's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Association's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

*Exceptions to lease accounting*

The Association has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Association recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.



## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2020**

#### **3 Summary of Significant Accounting Policies**

##### **(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 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.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

##### **(i) Provisions**

Provisions are recognised when the Association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

##### **(j) Ongoing Government Financial Support**

The accounts have been prepared on a going concern basis which assumes continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. In the event that current government contracts and funding were to cease, the association would have to significantly restructure its operations to meet its commitments.

##### **(k) Adoption of new and revised accounting standards**

The Association has adopted all standards which became effective for the first time at 30 June 2020, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Association or refer to Note 2 for details of the changes due to standards adopted.

#### **4 Critical Accounting Estimates and Judgments**

Those charged with governance 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.

The significant estimates and judgements made have been described below.

##### **Key estimates - receivables**

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

# Connections Plus Australia Incorporated

ABN: 39 736 696 723

## Notes to the Financial Statements For the Year Ended 30 June 2020

### 5 Revenue and Other Income

#### Revenue from continuing operations

|   | 2020<br>\$       | 2019<br>\$       |
|---|------------------|------------------|
| Revenue from contracts with customers (AASB 15)   |                  |                  |
| - Accommodation Income  | 80,055           | 54,514           |
| - Fees received   | -                | 160              |
| - CHSP Flex Respite   | 9,389            | 9,251            |
| - NDIS income   | 3,497,224        | 2,934,881        |
| - NDIS income - SDA   | -                | 32,405           |
| - Other agencies - one off grant  | 23,432           | -                |
| - Reimbursements - Other Outside Agencies   | 11,583           | 45,458           |
| - Reimbursements – Sundry   | 2,622            | 2,736            |
| - Sundry income   | 722              | 47               |
|   | <b>3,625,027</b> | <b>3,079,452</b> |
| Revenue recognised on receipt (not enforceable or no sufficiently specific performance obligations - AASB 1058) |                  |                  |
| - Donations   | 1,050            | 70,100           |
| - Member subscriptions  | 26               | 18               |
|   | <b>1,076</b>     | <b>70,118</b>    |
| <b>Total Revenue</b>  | <b>3,626,103</b> | <b>3,149,570</b> |

### 6 Cash and Cash Equivalents

|                          |                  |                |
|--------------------------|------------------|----------------|
| Cash at bank and in hand | 1,630,746        | 926,473        |
|                          | <b>1,630,746</b> | <b>926,473</b> |

### 7 Trade and Other Receivables

#### CURRENT

|  |               |                |
|--|---------------|----------------|
| Trade receivables                                | 13,508        | 98,378         |
| GST receivable                                   | 8,303         | 7,316          |
| <b>Total current trade and other receivables</b> | <b>21,811</b> | <b>105,694</b> |

The carrying value of trade 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.

## Notes to the Financial Statements

### For the Year Ended 30 June 2020

#### 8 Property, plant and equipment

|  | 2020<br>\$     | 2019<br>\$     |
|--|----------------|----------------|
| LAND AND BUILDINGS                         |                |                |
| Freehold land                              |                |                |
| At cost                                    | 80,000         | 80,000         |
| Buildings                                  |                |                |
| At cost                                    | 213,255        | 213,255        |
| Accumulated depreciation                   | (86,207)       | (80,650)       |
| Total buildings                            | 127,048        | 132,605        |
| Total land and buildings                   | 207,048        | 212,605        |
| PLANT AND EQUIPMENT                        |                |                |
| Motor vehicles                             |                |                |
| At cost                                    | 357,312        | 309,462        |
| Accumulated depreciation                   | (206,371)      | (154,270)      |
| Total motor vehicles                       | 150,941        | 155,192        |
| Office equipment                           |                |                |
| At cost                                    | 23,028         | 21,338         |
| Accumulated depreciation                   | (18,537)       | (16,953)       |
| Total office equipment                     | 4,491          | 4,385          |
| Buildings plant and equipment              |                |                |
| At cost                                    | 116,807        | 98,389         |
| Accumulated depreciation                   | (84,983)       | (74,962)       |
| Total Buildings plant and equipment        | 31,824         | 23,427         |
| <b>Total property, plant and equipment</b> | <b>394,304</b> | <b>395,609</b> |

#### (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:

|                                       | Land<br>\$    | Buildings<br>\$ | Motor<br>Vehicles<br>\$ | Office<br>Equipment<br>\$ | Buildings<br>plant and<br>equipment<br>\$ | Total<br>\$    |
|---------------------------------------|---------------|-----------------|-------------------------|---------------------------|---|----------------|
| <b>Year ended 30 June 2020</b>        |               |                 |                         |                           |   |                |
| Balance at the beginning of year      | 80,000        | 132,605         | 155,192                 | 4,385                     | 23,427                                    | 395,609        |
| Additions                             | -             | -               | 57,020                  | 1,690                     | 18,418                                    | 77,128         |
| Disposals                             | -             | -               | (1,385)                 | -                         | -   | (1,385)        |
| Depreciation expense                  | -             | (5,557)         | (59,886)                | (1,584)                   | (10,021)                                  | (77,048)       |
| <b>Balance at the end of the year</b> | <b>80,000</b> | <b>127,048</b>  | <b>150,941</b>          | <b>4,491</b>              | <b>31,824</b>                             | <b>394,304</b> |

## Notes to the Financial Statements

### For the Year Ended 30 June 2020

#### 8 Property, plant and equipment

##### (b) Buildings

The Holiday House (building and land) was purchased 22 January 2003 with the assistance of a grant from the Department of Ageing, Disability & Home Care (the Department). One of the terms of the grant was a Caveat by the Department over the title of the Holiday House, being 78% of the proceeds from sale. A provision for this caveat has been booked in the financial statements as a liability of the Association at Note 11 for \$191,100.00.

#### 9 Leases

The Association has applied AASB 16 using the modified retrospective (cumulative catch-up) method and therefore the comparative information has not been restated and continues to be reported under AASB 117 and related Interpretations.

##### Association as a lessee

The Association has leases over two properties.

Information relating to the leases in place and associated balances and transactions are provided below.

##### *Terms and conditions of leases*

The association has two leases over commercial properties. One lease was for a five year term ending in 2023 with the other lease over 21 years ending in 2041.

##### Right-of-use assets

|                                    | <b>Buildings</b> |
|------------------------------------|------------------|
|                                    | <b>\$</b>        |
| <b>Year ended 30 June 2020</b>     |                  |
| Lease liability booked 1 July 2019 | <b>63,090</b>    |
| Lease liability booked during year | <b>304,439</b>   |
| Amortisation for year              | <b>(20,821)</b>  |
| <b>Balance at end of year</b>      | <b>346,708</b>   |

##### Lease liabilities

|   | <b>2020</b>    | <b>2019</b> |
|---|----------------|-------------|
|   | <b>\$</b>      | <b>\$</b>   |
| Current lease liability - operating lease     | <b>22,872</b>  | -           |
| Non-current lease liability - operating lease | <b>327,155</b> | -           |
| <b>Total</b>                                  | <b>350,027</b> | -           |

## Connections Plus Australia Incorporated

ABN: 39 736 696 723

### Notes to the Financial Statements For the Year Ended 30 June 2020

#### 9 Leases

##### Statement of Profit or Loss and Other Comprehensive Income

The amounts recognised in the statement of profit or loss and other comprehensive income relating to leases where the Association is a lessee are shown below:

|                                       | 2020            | 2019     |
|---------------------------------------|-----------------|----------|
|                                       | \$              | \$       |
| Interest expense on lease liabilities | (8,388)         | -        |
| Amortisation of right-of-use assets   | (20,821)        | -        |
|                                       | <u>(29,209)</u> | <u>-</u> |

##### Statement of Cash Flows

|                               |                 |          |
|-------------------------------|-----------------|----------|
| Total cash outflow for leases | <u>(17,502)</u> | <u>-</u> |
|-------------------------------|-----------------|----------|

#### 10 Trade and Other Payables

|                  |               |               |
|------------------|---------------|---------------|
| Current          |               |               |
| Trade payables   | 8,077         | 6,771         |
| Accrued expenses | 18,381        | 28,623        |
| PAYG             | 6,606         | 5,266         |
|                  | <u>33,064</u> | <u>40,660</u> |

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

#### 11 Provisions

|                               |                |                |
|-------------------------------|----------------|----------------|
| CURRENT                       |                |                |
| Provision for caveat (Note 8) | <u>191,100</u> | <u>191,100</u> |

#### 12 Employee Benefits

|                                  |               |               |
|----------------------------------|---------------|---------------|
| Current liabilities              |               |               |
| Provision for long service leave | 17,969        | 14,665        |
| Provision for annual leave       | 33,083        | 15,837        |
|                                  | <u>51,052</u> | <u>30,502</u> |

## **Connections Plus Australia Incorporated**

ABN: 39 736 696 723

### **Notes to the Financial Statements For the Year Ended 30 June 2020**

#### **13 Contingencies**

In the opinion of those charged with governance, the Association did not have any contingencies at 30 June 2020 (30 June 2019: None).

Under the terms of the funding agreements with the state and federal government bodies, any unspent funding may be deducted from future payments. Further, a proportion of any funds advanced for the purpose of purchasing assets may be required to be refunded on disposal of the assets. The financial effect of this possible liability is unable to be determined at the time of this report.

#### **14 Related party transactions**

The Financial Administrator has a financial interest in property rented by the association. The Treasurer has a financial interest in accommodation. All terms are under standard commercial contracts.

#### **15 Events after the end of the Reporting Period**

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

## **Declaration by Members of the Committee**

The Committee declare that in the responsible persons' opinion:

- there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

President: .....

Treasurer: .....

Dated: 6/10/20

## Connections Plus Australia Incorporated

ABN: 39 736 696 723


### Fundraising Declaration

In the opinion of the Committee:-

- (a) the financial report gives a true and fair view of all income and expenditure of the association with respect to fundraising appeals, and
- (b) the balance sheet gives a true and fair view of the state of affairs with respect to fundraising appeals conducted by the association, and
- (c) the provisions of the Charitable Fundraising Act 1991 (NSW), the regulations under the Act and the conditions attached to the authority have been complied with by the association, and
- (d) the internal controls exercised by the association are appropriate and effective in accounting for all income received and applied by the association from any of its fundraising appeals.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

President: 

Treasurer: 

Dated: 



## **Auditor's Independence Declaration under Section 60-40 of the Charities and Not-for-profits Commission Act 2012 to the Committee of Connections Plus Australia Incorporated**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2020, there have been:

- (i) no contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

**KOTHES**  
**Chartered Accountants**



Simon Byrne Partner  
Registered Company  
Auditor # 153624  
Merimbula, 22  
September 2020

# Independent Audit Report to the members of Connections Plus Australia Incorporated

## Report on the Audit of the Financial Report

### Opinion

We have audited the financial report of Connections Plus Australia Incorporated, which comprises the statement of financial position as at 30 June 2020, 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 declaration by members of the committee.

In our opinion the financial report of Connections Plus Australia Incorporated has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2020 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

We also report that:

- (a) the financial statements show a true and fair view of the financial result of fundraising appeals conducted during the year;
- (b) the accounting and associated records have been properly kept during the year in accordance with the Charitable Fundraising Act 1991 (NSW) and the Regulations;
- (c) money received as a result of fundraising appeals conducted during the year has been properly accounted for and applied in accordance with the Charitable Fundraising Act 1991 (NSW) and the Regulations; and
- (d) at the date of this report, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

### 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 Association in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of Committee for the Financial Report

The Committee of the Association are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the ACNC Act, and for such internal control as the Committee determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In preparing the financial report, the Committee are responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Association's financial reporting process.

## **Independent Audit Report to the members of Connections Plus Australia Incorporated (Continued)**

### **Auditor's Responsibilities for the Audit of the Financial Report**

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

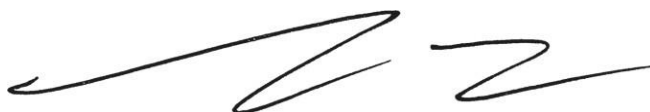
As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the responsible entities.
- Conclude on the appropriateness of the responsible entities' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

### **KOTHES**

#### **Chartered Accountants**



Simon Byrne  
Partner  
Registered Company Auditor # 153624  
Merimbula, 22 September 2020

## Supplementary Information For the Year Ended 30 June 2020

The additional financial data presented on the following pages is in accordance with the books and records of the Association which have been subjected to the auditing procedures applied in our statutory audit of the Association for the year ended 30 June 2020. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Connections Plus Australia Incorporated) in respect of such data, including any errors or omissions therein however caused.

**KOTHES**  
Chartered Accountants



Simon Byrne  
Partner  
Registered Company Auditor # 153624  
Merimbula, 22 September 2020

# Connections Plus Australia Incorporated

ABN: 39 736 696 723

For the Year Ended 30 June 2020

## Income and Expenditure Statement

|   | 2020<br>\$       | 2019<br>\$       |
|---|------------------|------------------|
| <b>Income</b>                           |                  |                  |
| Buildings:                              |                  |                  |
| Fees received                           | -                | 160              |
| NDIS                                    |                  |                  |
| - Support Co-ordination                 | 36,018           | 8,043            |
| - Comm Access Daily Inc                 | 1,844,555        | 1,977,195        |
| - Support Accom Inc                     | 1,617,489        | 943,673          |
| - Continence Products Reimbursement     | 1,671            | 2,298            |
| - Client Reimbursement                  | (2,510)          | 3,673            |
| - SDA Inc                               | -                | 32,405           |
| Donations                               | 1,050            | 70,100           |
| Gain on disposal of assets              | 1,115            | -                |
| Interest income                         | 4,789            | 6,823            |
| Member subscriptions                    | 26               | 18               |
| Other agencies - one off grant          | 23,432           | -                |
| Reimbursements - Other Outside Agencies | 11,583           | 45,458           |
| Reimbursements – Sundry                 | 2,622            | 2,736            |
| Sundry income                           | 722              | 47               |
| Southern Fun Club:                      |                  |                  |
| - CHSP Flex Respite                     | 9,389            | 9,251            |
| Supported Accommodation:                |                  |                  |
| Accommodation Income                    | 80,055           | 54,514           |
| <b>Total income</b>                     | <b>3,632,006</b> | <b>3,156,394</b> |
| <b>Less: Expenses</b>                   |                  |                  |
| Advertising & promotions                | 295              | 973              |
| Amortisation of right-of-use assets     | 20,821           | -                |
| Auditors remuneration                   | 17,305           | 7,705            |
| Bad debts expense                       | 1,822            | 11,037           |
| Bank charges                            | 87               | 80               |
| Buildings expenses                      | 77,401           | 102,715          |
| Computer expenses                       | 15,847           | 23,979           |
| Contract Carer - Admin/Meetings         | 1,820            | 769              |
| Depreciation expense                    | 77,048           | 64,026           |
| Donations                               | 3,488            | 67,133           |
| Electricity                             | 1,578            | 1,979            |
| Insurance - general                     | 25,080           | 21,694           |
| ISO Certification                       | 999              | -                |
| Interest on lease liabilities           | 8,388            | -                |
| Licenses and permits                    | 890              | 825              |
| Materials                               | 10,669           | 9,157            |
| Motor vehicle expenses                  | 65,281           | 45,293           |

## Connections Plus Australia Incorporated

ABN: 39 736 696 723

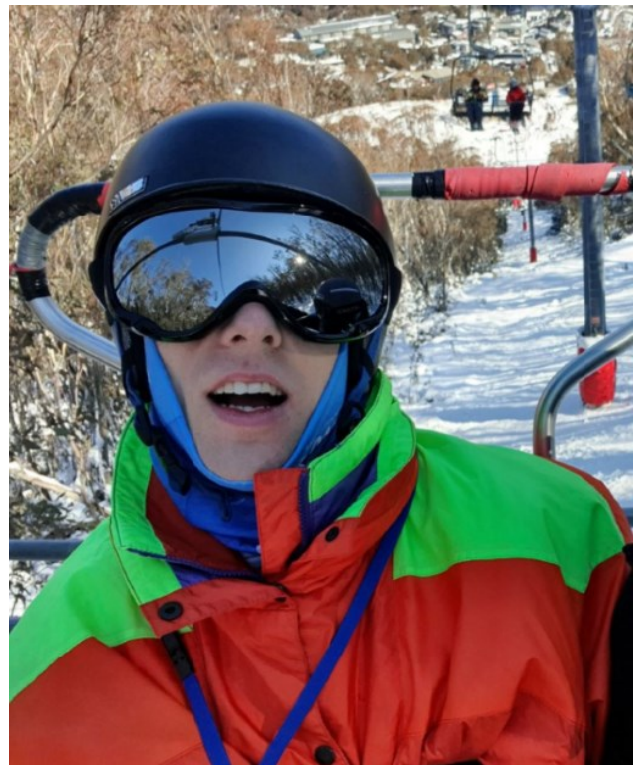
For the Year Ended 30 June 2020

### Income and Expenditure Statement

|                                      | 2020             | 2019             |
|--------------------------------------|------------------|------------------|
|                                      | \$               | \$               |
| NDIS:                                |                  |                  |
| - NDIS Comm Access Carer             | 911,597          | 995,877          |
| - NDIS Comm Access Client Expenses   | 376              | 2,598            |
| - NDIS Comm Access Expenses          | 65,377           | 71,293           |
| - NDIS Comm Access Travel            | 44,143           | 59,997           |
| - NDIS Support Accom Carer           | 958,857          | 662,300          |
| - NDIS Support Accom Travel          | 3,107            | 3,250            |
| - NDIS Support Accom Expenses        | 36,304           | 14,474           |
| - NDIS Support Co-ordination expense | 26,947           | 4,490            |
| Outside Agency:                      |                  |                  |
| - Agency expenses                    | 150              | 6,799            |
| - Contractor                         | 8,087            | 17,643           |
| - Travel                             | 47               | 124              |
| Postage                              | 379              | 236              |
| Printing and stationery              | 2,529            | 2,683            |
| Rent                                 | -                | 17,303           |
| Repairs and maintenance              | 445              | 1,039            |
| Salaries                             | 516,138          | 492,565          |
| Southern Fun Club                    | 3,800            | 9,333            |
| Superannuation - Staff               | 231,192          | 211,117          |
| Superannuation - Carers              | -                | 311              |
| Supported Accommodation:             |                  |                  |
| - Support Worker                     | 1,326            | 1,812            |
| - Support Worker expenses            | -                | 141              |
| - Accommodation expenses             | 39,574           | 38,279           |
| Telephone                            | 7,753            | 8,430            |
| Training                             | 7,489            | 5,104            |
| Travel & conference                  | 10,127           | 5,607            |
| Workers compensation insurance       | 54,843           | 43,670           |
| Other expenses                       | 3,926            | 1,831            |
| <b>Total Expenses</b>                | <b>3,263,332</b> | <b>3,035,671</b> |
| <b>Surplus before income tax</b>     | <b>368,674</b>   | <b>120,723</b>   |







*'Delivering Quality Care'*