



**Community Connections Solutions Australia
Limited**

ABN 68 194 454 514

Financial Statements

For the year ended 30 June 2017

Community Connections Solutions Australia Limited

ABN 68 194 454 514

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Community Connections Solutions Australia Limited

ABN 68 194 454 514

Directors' Report For the year ended 30 June 2017

Your directors submit the financial accounts of Community Connections Solutions Australia Limited for the year ended 30th June 2017.

Board Members

The names of directors in office at any time during the period of this report are:

Ruth Newman (President)	Anne Bowler (Vice-President)
Neville Dwyer (Treasurer)	Cathryn Albert
Allen Blewitt	Janice Langtry
Miriam Dayhew (Absent on Leave February – April 2017)	
Swee Goh (Alternate Director from February 2017, Director from May 2017)	

Principal Activities

The principal activities of the company during the year were the provision of management and bookkeeping support to early childhood education and care services.

Significant Changes

On 28 June 2017, ASIC approved the transfer of the organisation to a Company Limited by Guarantee from an Association Incorporated in NSW. No significant change in the nature of the principal activities of the company occurred during the year.

Operating Result

The surplus from ordinary activities after providing for income tax amounted to:

Year ended 30 June 2017	Year ended 30 June 2016
\$ 513,198	\$ 330,217

Signed in accordance with a resolution of the Board:



Cathryn Albert



Allen Blewitt



Anne Bowler



Miriam Dayhew



Neville Dwyer



Janice Langtry



Swee Goh



Ruth Newman

Dated this 31st day of August 2017

Community Connections Solutions Australia Limited

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Statement of Profit or Loss For the year ended 30 June 2017

Notes	Year ended 30 June 2017 \$	Year ended 30 June 2016 \$
Income		
Member Fees	475,274	463,200
Business Solutions Fees	612,297	586,192
Training and Consultancy Contracts	1,611,623	1,224,219
Interest Received	16,818	9,643
Paid Parental Leave Scheme	12,107	-
Workers Compensation Benefits	12,189	3,524
Total Income	2,740,308	2,286,778
Expenses		
Operating Expenses	146,878	210,423
Employment Expenses	1,769,080	1,526,673
IT Expenses	22,639	15,178
Depreciation	35,382	22,946
Contractors	34,862	4,957
Printing & Stationery	26,915	29,645
Rent	53,658	28,781
Travel, Meals and Accommodation	137,696	117,958
Total Expenses	2,227,110	1,956,561
Operating Surplus / (Deficit)	513,198	330,217
Statement of Changes in Equity		
	Year ended 30 June 2017 \$	Year ended 30 June 2016 \$
Opening Accumulated Surplus	358,512	28,295
Operating Surplus / (Deficit)	513,198	330,217
Closing Accumulated Surplus	871,710	358,512

The accompanying notes form part of these financial statements.

Community Connections Solutions Australia Limited

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Statement of Financial Position as at 30 June 2017

	Note	Year ended 30 June 2017 \$	Year ended 30 June 2016 \$
Current Assets			
Cash Assets			
Cash at Bank / On Hand	2	1,930,314	747,279
		<u>1,930,314</u>	<u>747,279</u>
Receivables			
Trade Debtors	3	233,479	511,574
		<u>233,479</u>	<u>511,574</u>
Other			
Prepayments / Expenses Invoiced in Advance		29,771	8,910
		<u>29,771</u>	<u>8,910</u>
Total Current Assets		<u>2,193,564</u>	<u>1,267,763</u>
Non-Current Assets			
Property, Plant and Equipment			
Furniture & Fittings at cost		29,042	52,883
Less: Accumulated Depreciation		(14,947)	(37,228)
Plant & Equipment at cost		19,580	28,103
Less: Accumulated Depreciation		(9,019)	(14,826)
Computers at cost		100,973	86,987
Less: Accumulated Depreciation		(74,808)	(58,751)
		<u>50,821</u>	<u>57,168</u>
Total Non-Current Assets		<u>50,821</u>	<u>57,168</u>
Total Assets		<u>2,244,385</u>	<u>1,324,931</u>

The accompanying notes form part of these financial statements.

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	Note	Year ended 30 June 2017 \$	Year ended 30 June 2016 \$
Current Liabilities			
Payables			
Trade Creditors		44,490	28,677
Credit Cards		2,796	1,736
Income in Advance	4	855,112	491,640
Business Solutions Returns		848	-
		<u>903,246</u>	<u>522,053</u>
Current Tax Liabilities			
GST Payable Control Account		189,285	130,729
Input Tax Credit Control Account		(19,202)	(11,722)
		<u>170,083</u>	<u>119,007</u>
Provisions			
Payroll Liabilities		47,976	55,543
Provision for Annual Leave	1(b)	107,775	80,409
Provision for Personal Leave	1(b)	13,034	10,300
Provision for Long Service Leave	1(b)	10,259	13,188
Provision for Overtime	1(b)	9,519	2,937
Provision for Rostered Days Off	1(b)	1,652	-
Provision for Audit Fees		3,150	5,750
Provision for Office Relocation	1(c)	-	50,000
Provision for IT Equipment Replacement	1(c)	24,417	10,000
Provision for Workers Compensation	1(c)	7,957	3,667
Provision for Conferences	1(c)	-	5,000
Provision for Printing	1(c)	-	15,000
Provision for Consultancies	1(c)	10,238	20,000
		<u>235,977</u>	<u>271,794</u>
Total Current Liabilities		<u>1,309,306</u>	<u>912,853</u>
Non-Current Liabilities			
Provisions			
Provision for Long Service Leave	1(b)	63,369	53,566
		<u>63,369</u>	<u>53,566</u>
Total Non-Current Liabilities		<u>63,369</u>	<u>53,566</u>
Total Liabilities		<u>1,372,675</u>	<u>966,419</u>
Net Assets		<u>871,710</u>	<u>358,512</u>
Members' Funds			
Opening Accumulated Surplus		358,512	28,295
Operating Surplus / (Deficit)		513,198	330,217
Total Members' Funds		<u>871,710</u>	<u>358,512</u>

The accompanying notes form part of these financial statements.

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Statement of Cash Flows For the year ended 30 June 2017

	Note	Year ended 30 June 2017 \$	Year ended 30 June 2016 \$
Cash flows from operating activities			
Net income		513,198	330,217
Adjustments for:			
Depreciation and amortisation		(12,031)	22,946
Gain on Sale of Plant		-	-
Interest Received		(16,818)	(9,643)
Increase/decrease in expenses paid/invoiced in advance		(20,860)	(1,830)
Increase/decrease in trade receivables		278,095	(308,078)
Increase / decrease in income in advance		363,472	(52,264)
Increase / decrease in trade and other payables		69,455	48,413
Increase / decrease in provisions		(26,014)	143,209
<i>Cash generated from operations</i>		1,148,497	172,970
Interest received		16,818	9,643
<i>Net cash from operating activities</i>		1,165,315	182,613
Cash flows from investing activities			
Purchase of fixed assets		17,720	(12,222)
Proceeds from sale of fixed assets		-	-
<i>Net cash from / (used in) investing activities</i>		17,720	(12,222)
Cash flows from financing activities			
Proceeds from issuance of share capital		-	-
Proceeds from issuance of long-term debt		-	-
Dividends paid		-	-
<i>Net cash from financing activities</i>		-	-
Net change in cash and cash equivalents		\$1,183,035	\$170,391
Cash and cash equivalents at beginning of the period		\$747,279	\$576,888
Cash and cash equivalents at end of the period	2	\$1,930,314	\$747,279

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements For the year ended 30 June 2017

Note 1: Summary of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy section 60.40 of the *Australian Charities and Not-for-profits Commission Regulation 2013*. The Board has determined that the company is not a reporting entity because there are no users dependent on a general purpose financial report.

This financial report 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. The following accounting standards are applied:

- AASB 101 *Presentation of Financial Statements*
- AASB 107 *Cash Flow Statements*
- AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*
- AASB 119 *Employee Benefits*
- AASB 1031 *Materiality*
- AASB 1048 *Interpretation and Application of Standards*
- AASB 1054 *Australian Additional Disclosures*

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) Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation and impairment losses. The depreciable amount of all PPE is depreciated on a Diminishing Value basis over the useful lives of the assets to the company commencing from the time the asset is held ready for use. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

(b) Employee Benefits

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

Since the 2016-17 financial year, provision is made for the payment of accrued time in lieu of overtime based on the cost of the employee being paid at ordinary time rates in accordance with the *CCSA Employment Agreement 2016*.

Provision for long service leave is made from the commencement of employment of all permanent employees, rather than after five years' service. In addition, leave has only been classified as current where an employee has attained 10 years of service.

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Notes to the Financial Statements For the year ended 30 June 2017

(c) Provisions

Provisions are recognised when the company has a legal or constructive obligation as a result of past events, or a contingent liability or commitment crystallises prior to the AGM. It must also be probable that an outflow of economic benefits will result and that the outflow can be reasonably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(d) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

(e) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised on receipt.

Income received in advance is held as a liability and only recognised as income when deliverables in the associated funding agreement are achieved.

Membership fees invoiced or received in advance are held as a liability and recognised as income across the relevant membership year on a monthly basis, to better recognise when services paid for by membership fees are delivered to members.

CCSA Business Solutions fees invoiced in advance are held as a liability and recognised as income on a monthly basis as services are delivered to clients.

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

(f) Income Tax

The company is exempt from paying income tax in terms of subsection 50-5 of the *Income Tax Assessment Act 1997*.

(g) 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.

(h) 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 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.

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Notes to the Financial Statements For the year ended 30 June 2017

	Year ended 30 June 2017 \$	Year ended 30 June 2016 \$
Note 2: Cash assets		
Cash at Bank	1,928,617	746,361
Petty Cash	78	43
Undeposited Funds	1,619	875
	<u>1,930,314</u>	<u>747,279</u>
Note 3: Receivables		
Membership Fees Invoiced in Advance	173,773	124,508
Other Trade Debtors	59,706	387,066
	<u>233,479</u>	<u>511,574</u>
Note 4: Income in Advance		
Business Solutions Fees Received in Advance	4,691	4,053
DoE Funding Received in Advance	364,150	4,229
Membership Fees Invoiced in Advance	157,974	114,114
Membership Fees Received in Advance	328,297	369,244
	<u>855,112</u>	<u>491,640</u>

Note 5: Events Subsequent to Reporting Date

There were no events subsequent to the reporting date that have a material effect on the financial statements for the reporting period.

Community Connections Solutions Australia Limited

ABN 68 194 454 514

Statement by the Members of the Board For the year ended 30 June 2017

The Board has determined that the company 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 Board, the financial statements and notes:

1. Present fairly the financial position of Community Connections Solutions Australia Limited as at 30 June 2017 and its performance for the year ended on that date.
2. At the date of the statement, there are reasonable grounds to believe that the company will be able to pay its debts as and when they fall due.
3. The financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

This statement is made in accordance with a resolution of the Board and is signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013* for and on behalf of the Board by:



President



Treasurer

Dated this 31st day of August 2017



berger piepers

CHARTERED ACCOUNTANTS

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
COMMUNITY CONNECTIONS SOLUTIONS AUSTRALIA LIMITED
(a company limited by guarantee)
A.B.N. 68 194 454 514

Partners
P A Berger B Com FCA
W J Piepers FCA CPA CTA
T D Millard B Com CA

Associates
T Costa B Bus CA
C Legh B Com CA

SCOPE

Report on the financial report

We have audited the accompanying financial report of Community Connections Solutions Australia Limited, which comprises the statement of financial position as at 30 June 2017 and the statement of profit or loss, statement of cash flows and statement of changes in equity for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

Directors' responsibility for the financial report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility 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. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free of 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 our 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, we consider internal controls 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 audit opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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



Summit House 286 High Street (PO Box 999) Penrith NSW 2751

Telephone (02) 4721 8552 Facsimile (02) 4731 4469

www.bergerpiepers.com.au Email: bp@bergerpiepers.com.au

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Independence

In conducting our audit we have met the independence requirements of the Corporations Act 2001. We have given the directors of the company a written auditor's independence declaration, a copy of which is included in the financial report. We have not provided any other services to the company which may have impaired our independence.

Auditor's opinion

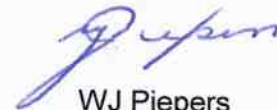
In our opinion:

- (a) the financial report of Community Connections Solutions Australia Limited is in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the financial position of Community Connections Solutions Australia Limited as at 30 June 2017 and of its performance for the year ended on that date; and
 - (ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001.

- (b) the financial report also complies with International Financial Reporting Standards as issued by the International Accounting Standards Board.



berger piepers
Chartered Accountants



WJ Piepers
Partner

31 August 2017
Penrith



berger piepers

CHARTERED ACCOUNTANTS

AUDITOR'S INDEPENDENCE DECLARATION TO THE MEMBERS OF
COMMUNITY CONNECTIONS SOLUTIONS AUSTRALIA LIMITED
(a company limited by guarantee)
A.B.N. 68 194 454 514

Partners
P A Berger B Com FCA
W J Piepers FCA CPA CTA
T D Millard B Com CA

Associates
T Costa B Bus CA
C Leigh B Com CA

I declare that, to the best of my knowledge and belief, in relation to the audit of Community Connections Solutions Australia Limited for the year ended 30 June 2017, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; or
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

berger piepers
Chartered Accountants

WJ Piepers
Partner

31 August 2017
Penrith

