

# **The Scout Association of Australia, Western Australia Branch**

## **Financial Statements**

**For the Year Ended 31 March 2022**

**The Scout Association of Australia, Western Australia Branch**

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**For the Year Ended 31 March 2022**

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# The Scout Association of Australia, Western Australia Branch

## Statement of Financial Position

As At 31 March 2022

	Note	2022 \$	2021 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and Cash Equivalents	3	3,769,816	3,288,310
Trade and Other Receivables	4	327,967	246,375
Inventories	5	68,773	54,770
Other Financial Assets	6	8,932,384	7,074,823
Other Assets	7	315,006	214,465
TOTAL CURRENT ASSETS		<u>13,413,946</u>	<u>10,878,743</u>
NON-CURRENT ASSETS			
Property, Plant and Equipment	8	9,070,927	9,128,261
Right of Use Assets		<u>1,019,511</u>	<u>1,300,352</u>
TOTAL NON-CURRENT ASSETS		<u>10,090,438</u>	<u>10,428,613</u>
TOTAL ASSETS		<u><u>23,504,384</u></u>	<u><u>21,307,356</u></u>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Employee Benefits	9	279,743	255,890
Lease Liabilities	10	271,294	257,105
Other Liabilities	11	227,106	116,543
Trade and Other Payables	12	4,606,462	1,524,463
TOTAL CURRENT LIABILITIES		<u>5,384,605</u>	<u>2,154,001</u>
NON-CURRENT LIABILITIES			
Trade and Other Payables	12	245,589	360,271
Employee Benefits	9	71,970	49,387
Lease Liabilities	10	784,040	1,055,334
TOTAL NON-CURRENT LIABILITIES		<u>1,101,599</u>	<u>1,464,992</u>
TOTAL LIABILITIES		<u>6,486,204</u>	<u>3,618,993</u>
NET ASSETS		<u><u>17,018,180</u></u>	<u><u>17,688,363</u></u>
<b>EQUITY</b>			
Reserves	13	2,470,000	2,470,000
Retained Earnings		<u>14,548,180</u>	<u>15,218,363</u>
TOTAL EQUITY		<u><u>17,018,180</u></u>	<u><u>17,688,363</u></u>

The accompanying notes form part of these financial statements.

## The Scout Association of Australia, Western Australia Branch

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

For the Year Ended 31 March 2022

	Note	2022 \$	2021 \$
Revenue	14	9,309,690	5,386,422
Cost of Sales		(2,879,623)	(952,306)
Other Income		294,584	309,116
<b>Gross Profit</b>		<b>6,724,651</b>	<b>4,743,232</b>
Accommodation Costs and Event Expenses		(968,136)	(324,642)
Advertising		(258,198)	(124,649)
Awards/ Badges		(3,261)	(2,625)
Bad Debts		(5,980)	(3,911)
Catering Expenses		(241,219)	(98,501)
Communications		(14,305)	(12,957)
Computer Expense		(159,720)	(191,743)
Depreciation Expense		(596,664)	(379,248)
Employee Benefits Expense		(3,984,078)	(2,960,310)
Equipment and Materials		(73,258)	(33,405)
Hire		(1,670)	(1,167)
Insurance		(347,868)	(192,681)
Interest - Leases		(62,895)	(26,568)
Lease Expenses		(4,827)	-
Legal Expenses		(157,972)	(565,335)
Light and Power		(47,172)	(31,259)
Motor Vehicle Expenses		(26,330)	(22,868)
National Contributions		(138,833)	(50,092)
Other Expenses		(534,821)	(426,031)
Printing and Stationery		(42,199)	(32,903)
Rates and Taxes		(13,183)	(11,497)
Repairs and Maintenance		(73,157)	(58,310)
Transport Costs		(108,377)	(38,121)
<b>Results from Investing Activities</b>		<b>(1,139,472)</b>	<b>(845,591)</b>
Interest Income		326,259	244,499
Gain/ (Loss) on Investments		143,030	1,101,467
	15	<b>469,289</b>	<b>1,345,966</b>
<b>Profit before Income Tax</b>		<b>(670,183)</b>	<b>500,375</b>
Income Tax Expense		-	-
<b>Profit from Continuing Operations</b>		<b>(670,183)</b>	<b>500,375</b>
<b>Profit for the Year</b>		<b>(670,183)</b>	<b>500,375</b>
<b>Other Comprehensive Income, Net of Income Tax</b>			
<b>Total Comprehensive Income for the Year</b>		<b>(670,183)</b>	<b>500,375</b>

The accompanying notes form part of these financial statements.

**The Scout Association of Australia, Western Australia Branch**

**Statement of Changes in Equity**

**For the Year Ended 31 March 2022**

**2022**

	<b>Retained Earnings</b>	<b>Asset Revaluation Reserve</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 April 2021</b>	<b>15,218,363</b>	<b>2,470,000</b>	<b>17,688,363</b>
Profit/(Loss) for the Year	(670,183)	-	(670,183)
<b>Balance at 31 March 2022</b>	<b>14,548,180</b>	<b>2,470,000</b>	<b>17,018,180</b>

**2021**

	<b>Retained Earnings</b>	<b>Asset Revaluation Reserve</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 April 2020</b>	<b>14,717,988</b>	<b>2,470,000</b>	<b>17,187,988</b>
Profit/(Loss) for the Year	500,375	-	500,375
<b>Balance at 31 March 2021</b>	<b>15,218,363</b>	<b>2,470,000</b>	<b>17,688,363</b>

The accompanying notes form part of these financial statements.

# The Scout Association of Australia, Western Australia Branch

## Statement of Cash Flows

For the Year Ended 31 March 2022

		2022	2021
	Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from Members		9,338,652	5,776,776
Payments to Suppliers and Employees		(7,000,947)	(5,187,622)
Net Cash provided by/(used in) Operating Activities	16	<u>2,337,705</u>	<u>589,154</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Investments in Managed Fund		(1,714,531)	(1,360,223)
Proceeds from Sale of Plant and Equipment		-	7,000
Interest and Investment Income		326,259	244,499
Purchase of Property, Plant and Equipment		(258,489)	(958,104)
Net Cash used by Investing Activities		<u>(1,646,761)</u>	<u>(2,066,828)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Proceeds from Funds Held in Custody		110,563	1,166
Payment of Finance Lease Liabilities		(320,001)	(118,334)
Net Cash used by Financing Activities		<u>(209,438)</u>	<u>(117,168)</u>
Net Increase/(Decrease) in Cash and Cash Equivalents Held		481,506	(1,594,842)
Cash and Cash Equivalents at Beginning of Year		3,288,310	4,883,152
Cash and Cash Equivalents at End of Financial Year	3	<u><u>3,769,816</u></u>	<u><u>3,288,310</u></u>

The accompanying notes form part of these financial statements.

## The Scout Association of Australia, Western Australia Branch

### Notes to the Financial Statements

For the Year Ended 31 March 2022

The financial report covers The Scout Association of Australia, Western Australia Branch as an individual entity. The Scout Association of Australia, Western Australia Branch is a not-for-profit Association, registered and domiciled in Australia.

The Association is a not-for-profit entity and its primary purpose is to contribute to the education of young people, to help build a better world where people are self-fulfilled as individuals and play a constructive role in society.

The functional and presentation currency of The Scout Association of Australia, Western Australia Branch is Australian dollars.

When required, comparative figures are presented in Australian dollars, which is the Branch's functional currency.

#### 1 Basis of Preparation

In the opinion of those charged with Governance, the Association is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Australian Charities and Not-for-profits Commission Act 2012.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

#### 2 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*.

##### (b) Revenue and Other Income

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.

##### Sale of Goods

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

##### Grant Revenue

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

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

## **Notes to the Financial Statements**

**For the Year Ended 31 March 2022**

### **2 Summary of Significant Accounting Policies**

#### **(b) Revenue and Other Income**

##### **Grant Revenue**

The Scout Association of Australia, Western Australia Branch receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of profit or loss and other comprehensive income.

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

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

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.

##### **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 payable are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

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.



## Notes to the Financial Statements

For the Year Ended 31 March 2022

### 2 Summary of Significant Accounting Policies

#### (d) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

#### (e) Property, Plant and Equipment

Each class of plant and equipment is carried at cost. Freehold land and Buildings are also carried at cost. All assets, excluding freehold land, are depreciated over their useful lives to the branch. The depreciable amount of property, plant and equipment (excluding freehold land) is depreciated on a straight line basis. Depreciation commences from the time the asset is available for its intended use. Leasehold improvements are depreciated over the shorter of either unexpired period of the lease or estimated useful lives of the improvements.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are charged against the asset revaluation reserve directly in equity; all other decreases are charged to the profit or loss. When a revalued asset is sold, any remaining credit to the asset revaluation reserve is transferred to retained earnings.

The carrying amount of plant and equipment is reviewed annually by the board to ensure it is not in excess of the recoverable amount. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amounts.

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

<b>Fixed asset class</b>	<b>Depreciation rate</b>
Buildings	2.5%
Plant and Equipment	6.67% to 10%
Motor Vehicles	10%
Computer Equipment	10-20%
Leasehold Improvements	5%

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.

#### (f) Financial Instruments

##### (i) Cash and Cash Equivalents

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

##### (ii) Trade and Other Receivables

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

## Notes to the Financial Statements

For the Year Ended 31 March 2022

### 2 Summary of Significant Accounting Policies

#### (f) Financial Instruments

##### (iii) 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 branch 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.

##### (iv) Financial Assets at Fair Value through the Profit or Loss

A financial asset is classified as at fair value through profit or loss if it is classified as held for trading or is designated as such on initial recognition. Directly attributable transaction costs are recognised in profit or loss as incurred. Financial assets at fair value through profit or loss are measured at fair value and changes therein, including any interest or dividend income, are recognised in profit or loss.

#### (g) Leases

##### (i) Right-of-use asset

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.

##### (ii) Lease liability

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.

## Notes to the Financial Statements

For the Year Ended 31 March 2022

### 2 Summary of Significant Accounting Policies

#### (h) Employee Benefits

##### (i) Short-Term Benefits

Short-term, employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the Branch has a present legal or constructive obligation to pay this amount as a result of past services provided by the employee and the obligation can be estimated reliably.

##### (ii) Long-Term Benefits

The Branch's met obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value, and the fair value of any related assets is deducted. The discount rate is the yield at the reporting date on government bonds that have maturity dates approximating the terms of the Branch's obligations and that are denominated in the same currency in which the benefits are expected to be paid.

#### (i) Deferred Income

Membership fee revenue represents annual membership fees paid by the scout members. the Branch recognises membership fees over the term of the membership and any unearned portion is included as deferred income.

#### (j) Branch Accounts

The accompanying financial statements reflect the assets, liabilities and operating results of the Branch and exclude assets and liabilities held by scouting groups that are associated with the Branch.

#### (k) Custodial Funds

Custodial funds do not specifically relate to the activities of the branch. The accumulated values of custodial funds are reflected as a current asset with a corresponding current liability in the Branch's statement of financial position.

#### (l) Basis of Measurement

The financial statements, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

### 3 Cash and Cash Equivalents

	2022	2021
	\$	\$
Cash on Hand	97,166	69,618
Cash at Bank	1,785,793	1,691,347
Cash Held with Investment Manager	1,886,857	1,527,345
<b>Total Cash and Cash Equivalents</b>	<b>3,769,816</b>	<b>3,288,310</b>

## The Scout Association of Australia, Western Australia Branch

### Notes to the Financial Statements

For the Year Ended 31 March 2022

#### 4 Trade and Other Receivables

	2022	2021
	\$	\$
CURRENT		
Trade Receivables	191,382	150,783
Other Receivables	136,585	95,592
<b>Total Trade and Other Receivables</b>	<b>327,967</b>	<b>246,375</b>

#### 5 Inventories

	2022	2021
	\$	\$
CURRENT		
At Cost: Finished Goods	68,773	54,770
<b>Total Inventories</b>	<b>68,773</b>	<b>54,770</b>

#### 6 Other Financial Assets

	2022	2021
	\$	\$
Managed Funds	8,932,384	7,074,823
<b>Total Other Financial Assets</b>	<b>8,932,384</b>	<b>7,074,823</b>

#### 7 Other Assets

	2022	2021
	\$	\$
CURRENT		
Prepayments	130,975	214,465
Accrued Income	184,031	-
<b>Total Other Assets</b>	<b>315,006</b>	<b>214,465</b>

Prepayments consist of expenses relating to events that occur after years end.

## Notes to the Financial Statements

For the Year Ended 31 March 2022

### 8 Property, Plant and Equipment

	2022	2021
	\$	\$
LAND AND BUILDINGS		
Freehold Land & Buildings		
At Cost	8,703,427	8,694,338
Accumulated Depreciation	(996,742)	(862,486)
Total Land and Buildings	<u>7,706,685</u>	<u>7,831,852</u>
PLANT AND EQUIPMENT		
Plant and Equipment		
At Cost	508,604	439,146
Accumulated Depreciation	(122,162)	(91,912)
Total Plant and Equipment	<u>386,442</u>	<u>347,234</u>
Motor Vehicles		
At Cost	958,595	846,844
Accumulated Depreciation	(277,879)	(192,216)
Total Motor Vehicles	<u>680,716</u>	<u>654,628</u>
Office Equipment		
At Cost	380,879	345,990
Accumulated Depreciation	(245,751)	(202,806)
Total Office Equipment	<u>135,128</u>	<u>143,184</u>
Other Property, Plant and Equipment		
At Cost	325,047	291,744
Accumulated Depreciation	(163,091)	(140,381)
Total Other Property, Plant and Equipment	<u>161,956</u>	<u>151,363</u>
Total Plant and Equipment	<u>1,364,242</u>	<u>1,296,409</u>
<b>Total Property, Plant and Equipment</b>	<u><b>9,070,927</b></u>	<u><b>9,128,261</b></u>

## Notes to the Financial Statements

For the Year Ended 31 March 2022

### 8 Property, Plant and Equipment

#### Movements in Carrying Amounts of Property, Plant and Equipment

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Capital Works in Progress	Land and Buildings	Plant and Equipment	Motor Vehicles	Office Equipment	Other property, plant and equipment	Total
	\$	\$	\$	\$	\$	\$	\$
Year ended 31 March 2022							
Balance at 1 April 2021	-	7,831,852	347,234	654,628	143,184	151,363	9,128,261
Additions	-	9,089	69,458	111,751	34,889	33,302	258,489
Depreciation	-	(134,256)	(30,250)	(85,663)	(42,945)	(22,709)	(315,823)
<b>Balance at the end of the year</b>	<b>-</b>	<b>7,706,685</b>	<b>386,442</b>	<b>680,716</b>	<b>135,128</b>	<b>161,956</b>	<b>9,070,927</b>

	Capital Works in Progress	Land and Buildings	Plant and Equipment	Motor Vehicles	Office Equipment	Other property, plant and equipment	Total
	\$	\$	\$	\$	\$	\$	\$
Year ended 31 March 2021							
Balance at 1 April 2020	161,268	7,885,891	73,208	272,165	91,768	130,519	8,614,819
Additions	-	77,728	291,664	461,865	84,842	42,005	958,104
Depreciation	-	(131,767)	(17,638)	(72,402)	(33,426)	(21,161)	(276,394)
Transfers	(161,268)	-	-	-	-	-	(161,268)
Disposals	-	-	-	(7,000)	-	-	(7,000)
<b>Balance at the end of the year</b>	<b>-</b>	<b>7,831,852</b>	<b>347,234</b>	<b>654,628</b>	<b>143,184</b>	<b>151,363</b>	<b>9,128,261</b>

## Notes to the Financial Statements

For the Year Ended 31 March 2022

### 9 Employee Benefits

	2022	2021
	\$	\$
CURRENT		
Employee Benefits	279,743	255,890
<b>Total Current Employee Benefits</b>	<b>279,743</b>	<b>255,890</b>
	2022	2021
	\$	\$
NON-CURRENT		
Employee Benefits	71,970	49,387
<b>Total Non-Current Employee Benefits</b>	<b>71,970</b>	<b>49,387</b>

### 10 Lease Liabilities

	2022	2021
	\$	\$
CURRENT		
Cockburn	85,255	80,895
Kenwick	76,394	72,172
Malaga	50,486	47,905
Wangara	59,159	56,134
<b>Total Current Lease Liabilities</b>	<b>271,294</b>	<b>257,105</b>
	2022	2021
	\$	\$
NON-CURRENT		
Cockburn	233,780	319,035
Kenwick	223,139	299,533
Malaga	153,309	203,795
Wangara	173,812	232,970
<b>Total Non-Current Lease Liabilities</b>	<b>784,040</b>	<b>1,055,334</b>

### 11 Other Liabilities

	2022	2021
	\$	\$
<b>Funds held in Custody</b>		
Group Assistance	227,106	116,543
<b>Total Other Liabilities</b>	<b>227,106</b>	<b>116,543</b>

## Notes to the Financial Statements

For the Year Ended 31 March 2022

### 12 Trade and Other Payables

	2022	2021
	\$	\$
CURRENT		
Grant and Membership Fees Received in Advance	450,454	927,178
GST Payable	35,735	33,629
Loans	114,277	110,702
PAYG Withholding	50,377	50,975
Sundry Payables and Accrued Expenses	204,985	222,295
Trade Payables	3,750,634	179,684
<b>Total Current Trade and Other Payables</b>	<b>4,606,462</b>	<b>1,524,463</b>
	2022	2021
	\$	\$
NON-CURRENT		
Loans	245,589	360,271
<b>Total Non-Current Trade and Other Payables</b>	<b>245,589</b>	<b>360,271</b>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying amounts are considered to be a reasonable approximation of fair value.

### 13 Reserves

#### (a) Asset Revaluation Reserve

The asset revaluation reserve records revaluation of non-current assets.

#### (b) Capital Profits Reserve

The capital profits reserve records historical sale of capital items and government grants received.

### 14 Revenue

	2022	2021
	\$	\$
Activity and Event Fees	662,894	103,618
Container Deposit Scheme	5,337,767	1,477,230
Donations	175,570	84,609
Government Grants	438,654	491,480
Lotterywest Grant	333,281	162,588
Membership Fees	966,944	850,577
Rental Income	1,157,190	1,024,724
Sale of Goods	175,371	204,162
Subsidies	62,019	987,434
<b>Total Revenue</b>	<b>9,309,690</b>	<b>5,386,422</b>



## Notes to the Financial Statements

For the Year Ended 31 March 2022

### 15 Finance Income and Finance Costs

	2022	2021
	\$	\$
Recognised in Profit or Loss		
Interest Income	326,259	244,499
Realised Gain/(Loss) on Investments	-	6,107
Unrealised Gain/(Loss) on Investments	143,030	1,095,360
Net Finance (Expense)/Income Recognised in Profit or Loss	<u>469,289</u>	<u>1,345,966</u>

### 16 Cash Flow Information

#### (a) Reconciliation of Result for the Year to Cashflows from Operating Activities

Reconciliation of net income to net cash provided by operating activities:

	2022	2021
	\$	\$
Profit for the Year	(670,183)	500,375
Cash Flows excluded from Profit Attributable to Operating Activities		
- Net Finance Costs	(469,289)	(1,345,966)
Non-Cash Flows in Profit:		
- Depreciation Expense	596,664	379,248
- Interest on Lease Payments	62,895	26,569
- Net Gain on Disposal of Property, Plant and Equipment	-	(1,692)
- Transfer of Capital Works	-	161,268
Changes in Assets and Liabilities:		
- (Increase)/Decrease in Trade and Other Receivables	(81,592)	82,931
- (Increase)/Decrease in Other Assets	(100,541)	(130,363)
- (Increase)/Decrease in Inventories	(14,002)	(1,643)
- Increase/(Decrease) in Trade and Other Payables	2,967,317	821,135
- Increase/(Decrease) in Employee Benefits	46,436	97,292
<b>Cashflows from Operations</b>	<u><b>2,337,705</b></u>	<u><b>589,154</b></u>

### 17 Auditors' Remuneration

	2022	2021
	\$	\$
Remuneration of the auditor: Francis A Jones, for:		
- Audit of the Financial Statements	13,000	13,000
<b>Total Auditors Remuneration</b>	<u><b>13,000</b></u>	<u><b>13,000</b></u>

## **Notes to the Financial Statements**

**For the Year Ended 31 March 2022**

### **18 Leasing Commitments**

The Association has entered into a number of commercial lease agreements. Details of the leases are as follows:

Land and Buildings situated at 54- 56 Cooper Road, Cockburn Central, Western Australia

Lease Commencement: 1 October 2020

Lease Expiry: 30 September 2025

Term: 5 Years

Annual Commitment (ex GST): \$100,000

Land and Buildings situated at 1729 Albany Highway, Kenwick, Western Australia

Lease Commencement: 1 October 2020

Lease Expiry: 30 September 2025

Term: 5 Years

Annual Commitment (ex GST): \$70,000

Land and Buildings situated at 303 Victoria Road, Malaga, Western Australia

Lease Commencement: 1 October 2020

Lease Expiry: 1 October 2025

Term: 5 Years

Annual Commitment (ex GST): \$60,000

Land and Buildings situated at 29 Dellamarta Road, Wangara, Western Australia

Lease Commencement: 1 May 2020

Lease Expiry: 1 October 2025

Term: 5 Years

Annual Commitment (ex GST): \$90,000

### **19 Contingencies**

#### **Contingent Liabilities**

The Scout Association of Australia, Western Australia Branch had the following contingent liability at the end of the reporting period:

Following the Royal Commission into Institutional Responses to Child Sexual Abuse and the continuing development of the National Redress Scheme (NRS), the Board of the Scouts Association of Australia Western Australian Branch has agreed to join the National Redress Scheme that provides for monetary payments to survivors of abuse. The value and timing of these contingent liabilities cannot be reasonably determined at this time; however, they have the potential to be material to the financial position of the Association.

Additional to the financial risk of the National Redress Scheme, Civil Cases present a related ongoing risk, which cannot be accurately quantified, at this stage.

### **20 Events Occurring After the Reporting Date**

With reference to Note 19, we note the Association has made a post balance date Redress Payment on 3rd June 2022 for \$440,788 to a legal trust account to settle a matter.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

## **Notes to the Financial Statements**

**For the Year Ended 31 March 2022**

### **21 Related Parties**

#### **(a) Board Members**

The following persons held the position of Branch Executive Board members of the Scout Association of Australia Western Australian Branch (Incorporated) during the year:

Ayden Mackenzie  
Glenn Bourke  
Miriam Stanborough  
Gregory Higham  
Rebecca Morse  
David Chamberlain  
Genevieve Hohnen  
Caitlin Arcus  
Fiona Shannon  
Toby Blyth (Appointed 22 July 2021)  
Clinton Smith (Appointed 22 July 2021)  
Matthew Blycha (Resigned 3 March 2022)  
Ramsay Main (Appointment ended 22 July 2021)

#### **(b) Branch Executive Board Member Transactions**

The Board Members of the Association conduct transactions with the Branch that occur within normal employee, customer or supplier relationships on terms and conditions no more favourable than those with which it is reasonable to expect the Branch would have adopted if dealing with the board member or board members related to an entity at arm's length in similar circumstances.

#### **(c) Transactions with Related Parties in the Association**

The Scout Association of Australia Western Australian Branch entered into the following transactions during the year with Scout Group in Western Australia:

- Group and Section Fees.

Those transactions were undertaken on commercial terms and conditions.

### **22 Statutory Information**

The Registered Office of and Principal Place of Business of the Association is:

The Scout Association of Australia, Western Australia Branch  
133 Scarborough Beach Road  
Mount Hawthorn WA 6016

## The Scout Association of Australia, Western Australia Branch

### Directors' Declaration

The responsible persons 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*.



Branch Chairman



Honorary Treasurer

Dated this 26th day of July 2022



Francis A Jones  
Where people count.

## **The Scout Association of Australia, Western Australia Branch**

### **Independent Audit Report to the members of**

### **The Scout Association of Australia, Western Australia Branch**

#### **Report on the Audit of the Financial Report**

##### **Opinion**

We have audited the accompanying financial report, being a special purpose financial report of The Scout Association of Australia, Western Australia Branch (the Association), which comprises the statement of financial position as at 31 March 2022, 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 managements' assertion statement.

In our opinion, the accompanying financial report presents fairly, in all material respects, including:

- (i) giving a true and fair view of the Association's financial position as at 31 March 2022 and of its financial performance for the year ended; and
- (ii) complying with Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

##### **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 Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* 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.

##### **Emphasis of Matter - Basis of Accounting**

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the Association to meet the requirements of Division 60 of the Australian Charities and Not-for-profits Commission Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

##### **Emphasis of Matter**

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the Association to meet the requirements of Division 60 of the Australian Charities and Not-for-profits Commission Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

##### **Responsibilities of Management and Those Charged with Governance**

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and Division 60 of the Australian Charities and Not-for-profits Commission Act 2012 and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.



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Where people count.

In preparing the financial report, management is responsible for assessing the 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 management 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.

### **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 directors.
- Conclude on the appropriateness of the directors' 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 the directors 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.

Daniel Papaphotis CPA  
Registered Company Auditor # 410503  
154 High Street  
Fremantle WA 6160

Dated: 28 July 2022