

Foundation 61 Inc.

ABN 79 079 178 867

For the year ended 30 June 2024

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# Committee's Report

Foundation 61 Inc.

For the year ended 30 June 2024

## Committee's Report

Your committee members submit the financial report of Foundation 61 Inc. for the financial year ended 30 June 2024.

## Committee Members

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

Committee Member	Position	Date Started	Date Resigned	Qualification
Hal Bisset	Deputy Chairperson	2008	04/06/2024	AM, BSc(hons), DipEd BD
Colin Bell	Chairperson	28/11/2017		B.Sc(hons), MSc, PhD, GCHELD
Brenda Lyons	Treasurer	16/12/2014		B.com B.Sc
Michael Brugman	Committee Member	2016	21/11/2023	BA, LLB
Kaye Ward	Committee Member	2015	04/06/2024	BA, BSW, Dip Ed, Grad Dip in Family Therapy, Grad Dip in Spiritual Direction
Alexandra Johnson	Committee Member	2021	26/06/2024	Dip Community Welfare
Neil Loxton	Committee Member	29/11/2022		

## Principal Activities

Not-for-profit community-based charity that seeks to provide healing and hope for people affected by addiction. Provide long stay residential based drug and alcohol rehabilitation centre.

## Significant Changes

*House of Hope Women's Rehabilitation Facility.*

This building project is nearing completion which has been made possible by many valued ministry partners via prayer, time and financial support.

## Operating Result

The surplus after providing for income tax for the financial year amounted to \$636,368.

### Going Concern

This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the association to continue to operate as a going concern is dependent upon the ability of the association to generate sufficient cashflows from operations to meet its liabilities. The members of the association believe that the going concern assumption is appropriate.

Signed in accordance with a resolution of the Members of the Committee on:

A handwritten signature in dark ink, appearing to read 'B. Lyons', is written over a horizontal line.

Brenda Lyons - committee member (Treasurer)

Date 21 / 11 / 2024

# Income and Expenditure Statement

Foundation 61 Inc.

For the year ended 30 June 2024

	NOTES	2024	2023
<b>Income</b>			
Client Fees		212,154	218,395
Gain/(Loss) on Sale of Non-Current Asset		(501)	-
Gifts and Donations		214,993	203,456
Grants		286,950	115,826
Other Revenue		5,748	8,709
Russells Road Income	7	568,978	223,585
Sponsorship Rooms		35,700	46,976
Training Income		120,453	163,108
<b>Total Income</b>		<b>1,444,476</b>	<b>980,055</b>
<b>Total Income</b>			
		<b>1,444,476</b>	<b>980,055</b>
<b>Expenses</b>			
Accounting Fees		3,000	2,550
Bank Fees		3,858	683
Catering		2,283	698
Computer Expenses		24,547	11,263
Consultants		260	54
Depreciation		43,119	36,607
Donations		2,000	1,776
Electricity & Gas		18,072	15,416
Insurance		17,431	21,297
Interest Expense		270	-
Internet		2,554	1,554
Land Tax		1,788	655
Legal Fees		98	-
Miscellaneous Expenses		-	1,064
Motor Vehicle		43,642	40,763
Office Expenses		6,182	2,763
Program Costs		54,937	37,540
Property Maintenance		16,632	20,803
Rates		7,223	4,062
Rent		21,891	34,377
Repairs & Maintenance		254	663
Security		400	-
Social Enterprise Projects		385	1,671
Subscriptions & Memberships		2,986	1,726
Sundry Expenses		247	757
Superannuation		59,459	49,185
Telephone		1,267	1,178
Travel and Accommodation		-	195

	NOTES	2024	2023
Training & Conferences		798	1,333
Wages & Salaries		430,010	336,477
Webpage		247	568
Women's Expenses		5,601	8,388
Workcover Insurance		36,667	19,246
<b>Total Expenses</b>		<b>808,108</b>	<b>655,311</b>
<b>Surplus/(Deficit)</b>		<b>636,368</b>	<b>324,743</b>
<b>Extraordinary Income</b>			
Government Grants		-	719,096
<b>Total Extraordinary Income</b>		<b>-</b>	<b>719,096</b>
<b>Net Surplus After Extraordinary Income</b>		<b>636,368</b>	<b>1,043,839</b>
<b>Net Surplus</b>		<b>636,368</b>	<b>1,043,839</b>

# Assets and Liabilities Statement

Foundation 61 Inc.

As at 30 June 2024

	NOTES	30 JUNE 2024	30 JUNE 2023
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	2	345,918	818,532
Trade and Other Receivables		7,799	12,033
GST Receivable		15,617	-
<b>Total Current Assets</b>		<b>369,334</b>	<b>830,566</b>
<b>Non-Current Assets</b>			
Land and Buildings	3	3,288,473	2,247,433
Plant and Equipment and Vehicles	4	71,988	35,379
<b>Other Non-Current Assets</b>			
Bond - Transition House		-	1,474
<b>Total Other Non-Current Assets</b>		<b>-</b>	<b>1,474</b>
<b>Total Non-Current Assets</b>		<b>3,360,461</b>	<b>2,284,285</b>
<b>Total Assets</b>		<b>3,729,795</b>	<b>3,114,851</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables	5	26,195	31,208
GST Payable		-	19,327
Employee Entitlements	6	85,923	83,007
<b>Total Current Liabilities</b>		<b>112,118</b>	<b>133,542</b>
<b>Total Liabilities</b>		<b>112,118</b>	<b>133,542</b>
<b>Net Assets</b>		<b>3,617,677</b>	<b>2,981,309</b>
<b>Member's Funds</b>			
Opening Balance		2,981,309	1,937,470
Current Year Earnings		636,368	1,043,839
<b>Total Member's Funds</b>		<b>3,617,677</b>	<b>2,981,309</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.



# Notes to the Financial Statements

## Foundation 61 Inc.

### For the year ended 30 June 2024

#### 1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Australian Charities and Not-for-profits Commission Act 2012. The committee has determined that the association is not a reporting entity. No Australian Accounting Standards or other pronouncements of the Australian Accounting Standards have been applied.

##### a) Statement of Compliance

The financial report has been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Australian Charities and Not-for-profits Commission Act 2012, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: Presentation of Financial Statements, AASB 107: Cash Flow Statements, AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors, AASB 1031: Materiality and AASB 1054: Australian Additional Disclosures.

The Entity has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the initial assessment on its interests in other entities indicated that it does not have any subsidiaries associates or joint ventures. Hence, the financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The financial statements, except the cash flow information have been prepared on an accrual basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

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

##### b) Fixed Assets

Plant and equipment are brought to account at cost. The depreciable amount of all fixed assets (excluding buildings) are depreciated over the useful lives of the assets to the association commencing from the time that asset is held ready for use.

##### c) Depreciation

All assets except land & buildings are depreciated over their estimated useful lives using the straight-line method. The depreciation rate used for Plant & Equipment is the applicable Australian Taxation Office rate.

#### Employee Provisions

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

#### 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 are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

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These notes should be read in conjunction with the attached compilation report.



### Cash on Hand

Cash on hand 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.

### Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. 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.

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

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

### 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 (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

### Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

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These notes should be read in conjunction with the attached compilation report.

	2024	2023
<b>2. Cash on Hand</b>		
<b>Bank &amp; Petty Cash</b>		
Bank - Gift Account	293,320	108,956
Bank - Holding Account	2,492	534,203
Bank - Working Account	38,910	167,683
Mastercard Debit	1,979	3,649
Petty Cash	9,217	4,042
<b>Total Cash on Hand</b>	<b>345,918</b>	<b>818,532</b>
	2024	2023
<b>3. Land and Buildings</b>		
<b>Land</b>		
Land at Cost	150,000	150,000
Land & Buildings - Russells Road	56,818	56,818
<b>Total Land</b>	<b>206,818</b>	<b>206,818</b>
<b>Buildings</b>		
Buildings at Cost	329,779	329,779
Accumulated Depreciation of Buildings	(88,031)	(79,905)
<b>Total Buildings</b>	<b>241,748</b>	<b>249,874</b>
<b>Buildings Fixture &amp; Fittings</b>		
Buildings - Fixture & Fittings	10,033	10,033
Buildings Fixture & Fittings Accum Depreciation	(6,933)	(4,921)
<b>Total Buildings Fixture &amp; Fittings</b>	<b>3,100</b>	<b>5,112</b>
<b>Russells Road Project</b>		
Russells Road Project	653,873	654,224
Russells Road - Milestone 2	223,610	221,745
Russells Road - Milestone 3	678,509	671,278
Russells Road - Milestone 4	223,574	238,382
Russells Road - Milestone 5	1,057,240	-
<b>Total Russells Road Project</b>	<b>2,836,807</b>	<b>1,785,629</b>
<b>Total Land and Buildings</b>	<b>3,288,473</b>	<b>2,247,433</b>
	2024	2023
<b>4. Plant and Equipment, Motor Vehicles</b>		
<b>Plant and Equipment</b>		
<b>Plant &amp; Equipment at Cost</b>		
Rehab Equipment	23,462	15,043
Office Equipment	35,700	43,528
Workshop Equipment	38,800	39,880
<b>Total Plant &amp; Equipment at Cost</b>	<b>97,962</b>	<b>98,451</b>

These notes should be read in conjunction with the attached compilation report.

	2024	2023
<b>Accumulated Depreciation of Plant and Equipment</b>		
Accumulated Depreciation - Rehab Equipment	(14,000)	(13,754)
Accumulated Depreciation on Office Equipment	(34,214)	(36,140)
Accumulated Depreciation on Workshop equipment	(38,764)	(39,607)
<b>Total Accumulated Depreciation of Plant and Equipment</b>	<b>(86,978)</b>	<b>(89,501)</b>
<b>Total Plant and Equipment</b>	<b>10,984</b>	<b>8,950</b>
<b>Motor Vehicles</b>		
Motor Vehicles at Cost	109,668	69,446
Accumulated Depreciation of Motor Vehicles	(48,664)	(43,017)
<b>Total Motor Vehicles</b>	<b>61,004</b>	<b>26,429</b>
<b>Total Plant and Equipment, Motor Vehicles</b>	<b>71,988</b>	<b>35,379</b>

These notes should be read in conjunction with the attached compilation report.

	2024	2023
<b>5. Trade and Other Payables</b>		
<b>Trade Payables</b>		
Accounts Payable	17,988	23,736
<b>Total Trade Payables</b>	<b>17,988</b>	<b>23,736</b>
<b>Other Payables</b>		
Client Petty Cash Payable	805	1,221
PAYG Withholding Payable	3,302	6,250
<b>Total Other Payables</b>	<b>4,107</b>	<b>7,471</b>
<b>Loan - Insurance</b>		
Loan - Hunter Premium	4,370	-
Unexpired Interest	(270)	-
<b>Total Loan - Insurance</b>	<b>4,100</b>	<b>-</b>
<b>Total Trade and Other Payables</b>	<b>26,195</b>	<b>31,208</b>
	2024	2023
<b>6. Employee Entitlements</b>		
Provision for Annual Leave	43,267	39,086
Provision for Long Service Leave	28,106	29,070
Superannuation Payable	14,549	14,851
<b>Total Employee Entitlements</b>	<b>85,923</b>	<b>83,007</b>
	2024	2023
<b>7. Russells Road Income</b>		
Community Enterprise	-	17,395
Geelong Community Foundation	65,000	32,500
Gifts & Donations	418,145	93,690
Percy Baxter	85,833	80,000
<b>Total Russells Road Income</b>	<b>568,978</b>	<b>223,585</b>

## 8. Subsequent Events

We were delighted to receive Certificate of Occupancy for House of Hope on 23 August 2024 and to have a small number of women move into the property and start receiving care in August 2024.

These notes should be read in conjunction with the attached compilation report.

# Movements in Equity

Foundation 61 Inc.

For the year ended 30 June 2024

	2024	2023
<b>Retained Earnings</b>		
Retained Earnings	2,981,309	1,937,470
Profit for the Period	636,368	1,043,839
<b>Total Retained Earnings</b>	<b>3,617,677</b>	<b>2,981,309</b>

## STATEMENT OF CASH FLOWS

Foundation 61 Inc

For the Year Ended 30 June 2024

### OPERATING ACTIVITIES

	2024	2023
Net Income	636,368	1,043,839
Adjustments to reconcile Net Income To net cash provided by operations:		
Depreciation	43,119	36,607
Fringe Benefits Tax Owed	0	(611)
GST Payable	(34,944)	17,132
Accounts Payable	(5,749)	23,736
Employee Entitlements Accrued	3,218	(12,213)
Client Petty Cash Payable	(269)	89
PAYG Withholding Payable	(2,948)	(3,640)
Superannuation Payable	(302)	12,064
Prepayments	(7,799)	0
Bond	1,474	0
Loan - Hunter Premium	4,100	0
Net cash provided by Operating Activities	632,168	1,117,003

### INVESTING & FINANCING ACTIVITIES

Accounts Receivable	12,033	11,182
Motor Vehicles	(62,086)	(4,182)
Rehab Equipment	(11,174)	-
Russell Road Assets	(1,043,555)	(811,272)
Net cash provided by Investing & Financing Activities	(1,104,782)	(804,272)
Net Cash increase for Period	(472,614)	312,731
Cash at the beginning of period	818,532	505,801
Cash at end of period	345,918	818,532

# True and Fair Position

Foundation 61 Inc.

For the year ended 30 June 2024

## Annual Statements Give True and Fair View of Financial Position and Performance of the Association

I, Brenda Lyons, being a member of the committee of Foundation 61, certify that –

The statements attached to this certificate give a true and fair view of the financial position and performance of Foundation 61 during and at the end of the financial year of the association ending on 30 June 2024

The Financial statements and notes are in accordance with the requirements of the Australian Charities and Not-for-profits Commission Act 2012.

At the date of this statement, there are reasonable grounds to believe that Foundation 61 Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee of Management made pursuant with subsection 60.15 (2) of the Australian Charities and Not-for-profits Commission Regulations 2013.

Signed: 

Dated: 21/ 11 / 2024



# Auditor's Report

Foundation 61 Inc.

For the year ended 30 June 2024

## Independent Auditor's Report to the members of the Association

We have audited the accompanying financial report, being a special purpose financial report, of Foundation 61 (the association), which comprises the committee's report, the assets and liabilities statement as at 30 June 2023, the income and expenditure statement for the year then ended, cash flow statement, notes comprising a summary of significant accounting policies and other explanatory information, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

## Committee's Responsibility for the Financial Report

The committee of Foundation 61 is responsible for the preparation and fair presentation of the financial report and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Australian Charities and not for Profits Commission Act 2012 and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

## Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation and fair presentation of the financial report, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, 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.

## Opinion

In our opinion, the financial report presents fairly, in all material respects (or gives a true and fair view – refer to the applicable state/territory Act), the financial position of Foundation 61 as at 30 June 2024 and (of) its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the requirements of the ACNC Act.

## Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist Foundation 61 to meet the requirements of the ACNC Act. As a result, the financial report may not be suitable for another purpose.

Auditor's signature: \_\_\_\_\_

  
Lester Barkley CA

Barkley & Associates

P O Box 6437, Highton VIC 3232

Dated: 20 November 2024