

# **FUTURE CONNECT**

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**Financial statements  
For the year ended 31 December 2022**

# FUTURE CONNECT

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For the year ended 31 December 2022

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# FUTURE CONNECT

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## Board's report

### For the year ended 31 December 2022

Your board members submit the financial report of FUTURE CONNECT for the financial year ended 31 December 2022.

#### Board members

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

Piper Rodd (Chair)  
Maree Roberts (Deputy Chair)  
Dan Wilson (resigned 17 May 2022)  
Quinn Li  
Reana Cazar  
Gail Bray  
Cathy Armstrong (appointed 15 August 2022)

#### Significant changes

No significant change in the nature of these activities occurred during the year.

#### Operating result

The loss of the Association for the financial year after providing for income tax amounted to \$4,186 (2021: loss of \$529).

Signed in accordance with a resolution of the members of the board:



Dated 24 April 2023

# FUTURE CONNECT

## Income statement

For the year ended 31 December 2022

	2022 \$	2021 \$
<b>Income</b>		
Grants Received	545,324	528,789
Interest Received	396	199
Other Income	55,390	53,800
	<b>601,110</b>	<b>582,788</b>
<b>Expenses</b>		
Auditors Remuneration - Fees	3,000	2,600
Bank Charges	1,279	616
Cleaning	-	-
Depreciation	7,142	1,139
Employment Expense	457,294	434,050
Gifts	338	300
Insurance	1,620	1,520
IT Support	5,348	7,521
Legal & Accounting	12,465	14,079
Meetings & Conference Expenses	3,339	2,971
Motor Vehicle Expenses	2,077	1,078
Network Fees	1,000	4,000
Office Expenses	2,050	3,880
Outgoings	75	3,869
Postage	248	221
Printing & Stationery	1,831	138
Project Expenses	64,360	77,581
Rent	25,865	11,757
Social Media Support	-	99
Sponsorship	2,866	3,600
Subscriptions	2,462	4,750
Telephone	1,325	2,161
Travelling Expenses	590	4,235
Website	350	1,150
	<b>596,924</b>	<b>583,317</b>
<b>Net profit (loss)</b>	<b>4,186</b>	<b>(529)</b>
<b>Retained earnings (accumulated losses) at the beginning of the financial year</b>	<b>289,958</b>	<b>290,487</b>
<b>Retained earnings at the end of the financial year</b>	<b>294,144</b>	<b>289,958</b>

The accompanying notes form part of these financial statements.

# FUTURE CONNECT

## Statement of cash flows

For the year ended 31 December 2022

	Note	2022 \$	2021 \$
<b>Current assets</b>			
Cash and cash equivalents	3	462,342	325,530
Trade and other receivables	4	70,834	472,260
Other current assets	5	15,408	8,496
<b>Total current assets</b>		<b>548,584</b>	<b>806,286</b>
<b>Non-current assets</b>			
Property, plant and equipment	6	-	721
<b>Total non-current assets</b>		<b>-</b>	<b>721</b>
<b>Total assets</b>		<b>548,584</b>	<b>807,007</b>
<b>Current liabilities</b>			
Trade and other payables	7	49,859	77,172
Income in advance	8	160,773	389,280
Provisions	9	43,808	50,597
<b>Total current liabilities</b>		<b>254,440</b>	<b>517,049</b>
<b>Total liabilities</b>		<b>254,440</b>	<b>517,049</b>
<b>Net assets</b>		<b>294,144</b>	<b>289,958</b>
Retained earnings		294,144	289,958
<b>Total members' funds</b>		<b>294,144</b>	<b>289,958</b>

The accompanying notes form part of these financial statements.

# FUTURE CONNECT

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## Statement of cash flows

For the year ended 31 December 2022

	2022 \$	2021 \$
<b>Cash flows from operating activities</b>		
Funding and other revenue received	850,996	588,003
Payments to suppliers and employees	(708,159)	(624,967)
Interest received	396	199
<b>Net cash provided by (used in) operating activities</b>	<u>143,233</u>	<u>(36,765)</u>
<b>Cash flows from investing activities</b>		
Purchase of fixed assets	(6,421)	-
<b>Net cash provided by (used in) investing activities</b>	<u>(6,421)</u>	<u>-</u>
Net increase/(decrease) in cash held	136,812	(36,765)
Cash at beginning of year	<u>325,530</u>	<u>362,295</u>
Cash at end of year	<u>462,342</u>	<u>325,530</u>

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The accompanying notes form part of these financial statements.

# FUTURE CONNECT

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## Notes to the financial statements

### For the year ended 31 December 2022

The financial statements cover FUTURE CONNECT as an individual entity. FUTURE CONNECT is a not-for-profit association incorporated in Victoria under the *Associations Incorporation Reform Act 2012* and registered under the *Australian Charities and Not-for-profits Commission Act 2012* (the Act).

#### 1 Basis of preparation

In the opinion of the Committee of Management, FUTURE CONNECT 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 Act.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations and the Act. It contains the disclosures that are considered necessary by the committee of management to meet the needs of the members.

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.

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.

#### 2 Summary of significant accounting policies

##### Income tax

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

##### 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.

##### Interest revenue

Interest is recognised using the effective interest method.

# FUTURE CONNECT

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## Notes to the financial statements

### For the year ended 31 December 2022

#### **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 training services is generally recognised once the training has been delivered.

#### **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 GST.

#### **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.

#### **Property, plant and equipment**

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment.

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.

#### **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. Cash flows 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 cash flows. Changes in the measurement of the liability are recognised in profit or loss.



# FUTURE CONNECT

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## Notes to the financial statements

For the year ended 31 December 2022

### **Impairment of non-financial assets**

At the end of each reporting period, the association determines whether there is an evidence of an impairment indicator for non-financial assets.

Where this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the assets is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss, except for goodwill.

### **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.

# FUTURE CONNECT

## Notes to the financial statements

For the year ended 31 December 2022

	Note	2022 \$	2021 \$
<b>3 Cash and cash equivalents</b>			
Cash in Hand		200	200
NAB Operating Account		261,220	124,804
NAB Term Deposit		200,922	200,526
		<u>462,342</u>	<u>325,530</u>
<b>4 Trade and other receivables</b>			
<b>Current</b>			
Grants Receivable		70,834	472,260
		<u>70,834</u>	<u>472,260</u>
<b>5 Other assets</b>			
<b>Current</b>			
Prepayments		15,408	8,496
		<u>15,408</u>	<u>8,496</u>
<b>6 Property, plant and equipment</b>			
<b>Office furniture and equipment</b>			
Office Equipment - at Cost		19,172	12,751
Less Prov'n for Depreciation		(19,172)	(12,030)
		<u>-</u>	<u>721</u>
		<u>-</u>	<u>721</u>
<b>7 Trade and other payables</b>			
<b>Current</b>			
Trade Creditors		2,680	18,616
Accrued Expenses		8,327	3,575
Payroll Liabilities		25,669	17,624
GST		13,183	37,357
		<u>49,859</u>	<u>77,172</u>

# FUTURE CONNECT

## Notes to the financial statements

For the year ended 31 December 2022

	Note	2022 \$	2021 \$
<b>8 Income in advance</b>			
<b>Current</b>			
Grants Received in Advance		154,909	369,348
Other Income in Advance		5,864	19,932
		<u>160,773</u>	<u>389,280</u>
<b>9 Provisions</b>			
<b>Current</b>			
Provision for Annual Leave		20,662	26,653
Prov'n for Long Service Leave		23,146	23,944
		<u>43,808</u>	<u>50,597</u>
<b>10 Retained earnings</b>			
Retained earnings (accumulated losses) at the beginning of the financial year		289,958	290,487
Net profit (loss)		4,186	(529)
		<u>294,144</u>	<u>289,958</u>

### 11 Events occurring after the reporting date

No matter 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.

### 12 Statutory information

The registered office and principal place of business of the association is:

FUTURE CONNECT  
121 Calder Park Drive  
Taylors Hill Vic 3037

# FUTURE CONNECT

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## Statement by members of board

The board has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

In the opinion of the board the financial report:

1. Presents fairly the financial position of FUTURE CONNECT as at 31 December 2022 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that FUTURE CONNECT will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the board and is signed for and on behalf of the board by:



Dated 24 April 2023

## INDEPENDENT AUDITOR'S REPORT

To the Members of Future Connect

### Opinion

I have audited the financial statements of Future Connect (the Entity), which comprises the balance sheet as at 31 December 2022, the income statement and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the statement by members of the committee.

In my opinion, the accompanying financial report of Future Connect presents fairly, in all material respects, the financial position of the Entity as at 31 December 2022 and its financial performance and its cash flows for the year then ended in accordance with the accounting policies provided in note 1 to the financial statements and the *Australian Charities and Not-for-Profits Commissions Act 2012* (the ACNC Act).

### Basis for Opinion

I conducted our audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. I am independent of the Entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that is relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

### Emphasis of Matter – Basis of Accounting

I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial statements have been prepared for the purpose of fulfilling the Board Members' financial reporting responsibilities under the *ACNC Act*. As a result, the financial report may not be suitable for another purpose. My opinion is not modified in respect of this matter.

### Responsibilities of Management and Those Charged with Governance for the Financial Report

The Board is responsible for the preparation and fair presentation of the financial statements and have determined that the basis of preparation described in Note 1 to the financial statements is appropriate to meet the requirements of the *ACNC Act* and is appropriate to meet the needs of the members. This responsibility includes establishing and maintaining internal control as management 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.

In preparing the financial report, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

The Board is responsible for overseeing the Entity's financial reporting process.

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

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the 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 these financial statements.

A further description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at [http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of my audit report.

A handwritten signature in black ink, appearing to read 'Susan Barbour'.

**Susan Barbour**

Baumgartner Audit Pty Ltd

Date: 26 April 2023

Melbourne