

FUTURE CONNECT

Financial statements

For the year ended 31 December 2021

FUTURE CONNECT

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For the year ended 31 December 2021

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FUTURE CONNECT

Board's report

For the year ended 31 December 2021

Your board members submit the financial report of FUTURE CONNECT for the financial year ended 31 December 2021.

Board members

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

Piper Rodd (Chair)
Dan Wilson (Deputy Chair)
Quinn Li (Appointed 19/04/2021)
Michael Lim (resigned 19/04/2021)
Maree Roberts
Reana Cazar (Appointed 19/04/2021)
Gail Bray

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 \$(529).

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


Dated 6/5/2022

FUTURE CONNECT

Income statement

For the year ended 31 December 2021

	2021	2020
	\$	\$
Income		
Grants Received	528,789	513,009
Interest Received	199	716
Other Income	53,800	26,224
Covid 19 Government Support	-	190,574
	582,788	730,523
Expenses		
Auditors Remuneration - Fees	2,600	2,600
Bank Charges	616	616
Cleaning	-	1,415
Depreciation	1,139	1,097
Employment Expense	434,050	423,878
Gifts	300	637
Insurance	1,520	1,429
IT Support	7,521	3,330
Legal & Accounting	14,079	11,707
Meetings & Conference Expenses	2,971	2,913
Motor Vehicle Expenses	1,078	903
Network Fees	4,000	2,000
Office Expenses	3,880	5,593
Outgoings	3,869	6,592
Postage	221	485
Printing & Stationery	138	-
Project Expenses	77,581	22,152
Rent	11,757	21,358
Social Media Support	99	454
Sponsorship	3,600	2,000
Subscriptions	4,750	3,133
Telephone	2,161	2,166
Travelling Expenses	4,235	1,312
Website	1,150	350
	583,317	518,120
Net profit (loss)	(529)	212,403
Retained earnings (accumulated losses) at the beginning of the financial year	290,487	78,084
Retained earnings at the end of the financial year	289,958	290,487

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report of WALTERS & PARTNERS PTY LTD.

FUTURE CONNECT

Balance sheet

For the year ended 31 December 2021

	Note	2021 \$	2020 \$
Current assets			
Cash and cash equivalents	3	325,530	362,295
Trade and other receivables	4	472,260	411,983
Other current assets	5	8,496	9,356
Total current assets		806,286	783,634
Non-current assets			
Property, plant and equipment	6	720	1,859
Total non-current assets		720	1,859
Total assets		807,007	785,494
Current liabilities			
Trade and other payables	7	77,173	67,515
Borrowings	8	389,280	377,044
Provisions	9	50,597	50,448
Total current liabilities		517,049	495,007
Total liabilities		517,049	495,007
Net assets		289,958	290,487
Members' funds			
Retained earnings		289,958	290,487
Total members' funds		289,958	290,487

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report of WALTERS & PARTNERS PTY LTD.

FUTURE CONNECT

Notes to the financial statements

For the year ended 31 December 2021

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 ('the Act').

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of preparation

In the opinion of the Board 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 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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

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

Notes to the financial statements

For the year ended 31 December 2021

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.

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Notes to the financial statements

For the year ended 31 December 2021

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 2021

	Note	2021 \$	2020 \$
3 Cash and cash equivalents			
Cash in Hand		200	200
NAB Operating Account		124,804	150,148
NAB Term Deposit		200,526	200,427
NAB Bank Guarantee		-	10,507
Macquarie Security Deposit		-	1,013
		<u>325,530</u>	<u>362,295</u>
4 Trade and other receivables			
Current			
Grants Receivable		472,260	406,292
Income Accrued		-	5,691
		<u>472,260</u>	<u>411,983</u>
5 Other assets			
Current			
Prepayments		8,496	9,356
		<u>8,496</u>	<u>9,356</u>
6 Property, plant and equipment			
Office furniture and equipment			
Office Equipment - at Cost		12,751	12,751
Less Prov'n for Depreciation		(12,030)	(10,891)
		<u>720</u>	<u>1,859</u>
		<u>720</u>	<u>1,859</u>
7 Trade and other payables			
Current			
Trade Creditors		18,616	-
Accrued Expenses		3,575	6,900
Payroll Liabilities		17,625	25,534
GST		37,357	35,081
		<u>77,173</u>	<u>67,515</u>

FUTURE CONNECT

Notes to the financial statements

For the year ended 31 December 2021

	Note	2021 \$	2020 \$
8 Borrowings			
Current			
Grants Received in Advance		369,348	362,106
Other Income in Advance		19,932	14,938
		<u>389,280</u>	<u>377,044</u>
9 Provisions			
Current			
Provision for Annual Leave		26,653	28,627
Prov'n for Long Service Leave		23,944	21,821
		<u>50,597</u>	<u>50,448</u>
10 Retained earnings			
Retained earnings (accumulated losses) at the beginning of the financial year		290,487	78,084
Net profit (loss)		(529)	212,403
		<u>289,958</u>	<u>290,487</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

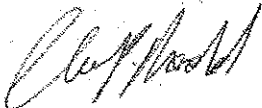
Statement by members of board

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 2021 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 6/5/2022

FUTURE CONNECT

Independent audit report to the members of association, FUTURE CONNECT

Report on the audit of the financial report

Opinion

I have audited the accompanying financial report, being a special purpose financial report, of FUTURE CONNECT (the association), which comprises the balance sheet as at 31 December 2021, the income statement, and notes to the financial statements, including a summary of significant accounting policies and the statement by members of the .

In my opinion, the accompanying financial report of the association for the year ended 31 December 2021 is prepared, in all material respects, in accordance with the Associations Incorporation Reform Act 2012.

Basis of opinion

I conducted my 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 my report. I am independent of the association in accordance with the auditor independence requirements of 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 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 opinion.

Emphasis of matter - basis of accounting

I draw attention to note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the association in ****ENTER THE APPLICABLE COMPLIANCE REQUIREMENT IN NTD > AUDITOR'S DETAILS****. As a result, the financial report may not be suitable for another purpose. My report is intended solely for the association and should not be distributed to or used by parties other than the association. My opinion is not modified in respect of this

Responsibility of management and those charged with governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Reform Act 2012, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

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

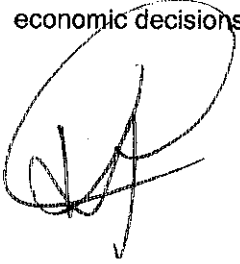
Those charged with governance are responsible for overseeing the association's financial reporting process.

FUTURE CONNECT

Independent audit report to the members of association, FUTURE CONNECT

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 this financial report.



Kylie McRae
Walters & Partners
March 3, 2022