

Playgroup WA (Inc)

ABN 14 415 755 273

General Purpose Financial Report - 30 June 2021

Playgroup WA (Inc)
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30 June 2021

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General information

The financial statements cover Playgroup WA (Inc) as an individual entity. The financial statements are presented in Australian dollars, which is Playgroup WA (Inc)'s functional and presentation currency.

Playgroup WA (Inc) is a not-for-profit incorporated association, incorporated and domiciled in Australia. Its registered office and principal place of business is:

1 - 3 Woodville Lane, NORTH PERTH, WA 6006

The financial statements were authorised for issue on 26 September 2021.

DIRECTORS:

ROBERT CAMPBELL RCA, CA
VIRAL PATEL RCA, CA
ALASTAIR ABBOTT RCA, CA
CHASSEY DAVIDS RCA, CA

AUDITOR'S INDEPENDENCE DECLARATION

To the Board of Playgroup WA (Inc.)

In accordance with the requirements of section 80 of the *Associations Incorporation Act 2015 (WA)*, in relation to our audit of the financial report of Playgroup WA (Inc.) for the year ended 30 June 2021, to the best of my knowledge and belief, there have been:

- a) No contraventions of the auditor independence requirements of the *Associations Incorporation Act 2015 (WA)* in relation to the audit; and
- b) No contraventions of any applicable code of professional conduct in relation to the audit



Alastair Gordon Abbott, CA

Registered Company Auditor number 486826

Director

Australian Audit

Perth, Western Australia

Dated: 22 October 2021

DIRECTORS:

ROBERT CAMPBELL RCA, CA

VIRAL PATEL RCA, CA

ALASTAIR ABBOTT RCA, CA

CHASSEY DAVIDS RCA, CA

INDEPENDENT AUDITOR'S REPORT

To the members of Playgroup WA (Inc.)

Opinion

We have audited the financial report of Playgroup WA (Inc.) (the Entity), which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, statement of changes in equity 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 the board.

In our opinion, the accompanying financial report gives a true and fair view of the financial position of the Entity as at 30 June 2021, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards.

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 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 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.

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

Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the *Associations Incorporation Act 2015 (WA)* and for such 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.

Those charged with governance are responsible for overseeing the Entity'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 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.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgment 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 Entity'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 Entity 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 those charged with governance 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.

Alastair Abbott, CA

Registered Company Auditor number 486826

Director

Australian Audit

Perth, Western Australia

Dated: 22 October 2021

Playgroup WA (Inc)
Boards' report
30 June 2021

The Board presents the report on Playgroup WA (Inc) for the financial year ended 30 June 2021.

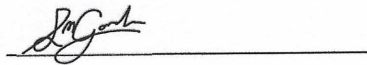
The Board have been in office since the start of the financial year to the date of this report unless otherwise stated.

The net surplus of Playgroup WA (Inc) for the financial year ended 30 June 2021 amounted to \$547,845.

The principal activity of the association during the financial year was to support all young children, families and communities to enjoy, learn and grow through playgroup.

During the period, Playgroup WA (Inc) applied the accounting policies described in note 1 to these financial statements.

On behalf of the board



Board Member

26 September 2021



Board Member

Playgroup WA (Inc)
Boards' declaration
30 June 2021

In the boards' opinion:

- the attached financial statements and notes comply with the Australian Accounting Standards - Reduced Disclosure Requirements, the Associations Incorporation Act (WA) 2015 and associated regulations;
- the attached financial statements and notes give a true and fair view of the association's financial position as at 30 June 2021 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable.

On behalf of the board



Board Member

26 September 2021



Board Member

Playgroup WA (Inc)
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2021

	Note	2021 \$	2020 \$
Revenue			
Grants	3	2,572,692	2,245,804
Client contributions	4	195,824	112,782
Investment income	5	34,669	228
Other income	6	18,356	125,893
Total revenue		<u>2,821,541</u>	<u>2,484,707</u>
Expenses			
Employment		(1,764,102)	(1,806,012)
Program	7	(213,078)	(269,320)
Administration	8	(171,096)	(150,147)
Property	9	(90,033)	(57,180)
Promotional expense	10	(28,682)	(30,439)
Depreciation and amortisation expense		(6,705)	(6,705)
Total expenses		<u>(2,273,696)</u>	<u>(2,319,803)</u>
Surplus for the year	19	547,845	164,904
Other comprehensive income for the year		-	-
Total comprehensive income for the year		<u><u>547,845</u></u>	<u><u>164,904</u></u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Playgroup WA (Inc)
Statement of financial position
As at 30 June 2021

	Note	2021 \$	2020 \$
Assets			
Current assets			
Cash and cash equivalents	11	1,599,988	861,806
Trade and other receivables	12	35,638	52,353
Investments	13	288,566	260,104
Total current assets		<u>1,924,192</u>	<u>1,174,263</u>
Non-current assets			
Property, plant and equipment	14	<u>1,650,567</u>	<u>1,609,305</u>
Total non-current assets		<u>1,650,567</u>	<u>1,609,305</u>
Total assets		<u>3,574,759</u>	<u>2,783,568</u>
Liabilities			
Current liabilities			
Payables	15	676,800	443,939
Provision	16	80,900	60,075
Total current liabilities		<u>757,700</u>	<u>504,014</u>
Non-current liabilities			
Non-current provisions	17	<u>15,663</u>	<u>26,003</u>
Total non-current liabilities		<u>15,663</u>	<u>26,003</u>
Total liabilities		<u>773,363</u>	<u>530,017</u>
Net assets		<u>2,801,396</u>	<u>2,253,551</u>
Equity			
Reserves	18	1,970,594	1,651,266
Retained surpluses	19	830,802	602,285
Total equity		<u>2,801,396</u>	<u>2,253,551</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Playgroup WA (Inc)
Statement of cash flows
For the year ended 30 June 2021

	Note	2021 \$	2020 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		2,837,880	2,459,807
Payments to suppliers and employees (inclusive of GST)		<u>(2,052,107)</u>	<u>(2,480,406)</u>
Net cash from/(used in) operating activities		<u>785,773</u>	<u>(20,599)</u>
Cash flows from investing activities			
Payments for property, plant and equipment		(47,967)	(10,000)
Interest received		<u>376</u>	<u>1,156</u>
Net cash used in investing activities		<u>(47,591)</u>	<u>(8,844)</u>
Net cash from financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents		738,182	(29,443)
Cash and cash equivalents at the beginning of the financial year		<u>861,806</u>	<u>891,249</u>
Cash and cash equivalents at the end of the financial year	11	<u><u>1,599,988</u></u>	<u><u>861,806</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Playgroup WA (Inc)
Statement of changes in equity
For the year ended 30 June 2021

	Reserves	Retained profits	Total equity
	\$	\$	\$
Balance at 1 July 2019	1,589,613	499,034	2,088,647
Surplus for the year	-	164,904	164,904
Other comprehensive income for the year	-	-	-
Total comprehensive income for the year	-	164,904	164,904
Transfer to reserves	61,653	(61,653)	-
Balance at 30 June 2020	<u>1,651,266</u>	<u>602,285</u>	<u>2,253,551</u>
	Reserves	Retained profits	Total equity
	\$	\$	\$
Balance at 1 July 2020	1,651,266	602,285	2,253,551
Surplus for the year	-	547,845	547,845
Other comprehensive income for the year	-	-	-
Total comprehensive income for the year	-	547,845	547,845
Transfer from reserves	(19,964)	19,964	-
Transfer to reserves	339,292	(339,292)	-
Balance at 30 June 2021	<u>1,970,594</u>	<u>830,802</u>	<u>2,801,396</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Playgroup WA (Inc)
Notes to the financial statements
30 June 2021

Note 1. Significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board ('AASB'), Western Australian legislation the Associations Incorporation Act 2015 and associated regulations, as appropriate for not-for profit oriented entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, financial assets at fair value through other comprehensive income, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the association's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

Revenue recognition

The association recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the incorporated association is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the incorporated association: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Interest 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.

Playgroup WA (Inc)
Notes to the financial statements
30 June 2021

Note 1. Significant accounting policies (continued)

Donations

Donations are recognised at the time the pledge is made, which is generally at the time of receipt.

Grants

Grant revenue is recognised in profit or loss when the incorporated association satisfies the performance obligations stated within the funding agreements.

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.

Income tax

As the association is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the association's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the association's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The association has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Other receivables are recognised at amortised cost, less any provision for impairment.

Investments and other financial assets

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Playgroup WA (Inc)
Notes to the financial statements
30 June 2021

Note 1. Significant accounting policies (continued)

Playgroup WA recognises the imputation credits that arise from the receipt of dividends throughout the financial year, and dividends that are receivable at the reporting date.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the association has transferred substantially all the risks and rewards of ownership.

Financial assets at amortised cost

A financial asset is measured at amortised cost only if both of the following conditions are met: (i) it is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and (ii) the contractual terms of the financial asset represent contractual cash flows that are solely payments of principal and interest.

Investments

Investments includes non-derivative financial assets with fixed or determinable payments and fixed maturities where the association has the positive intention and ability to hold the financial asset to maturity. This category excludes financial assets that are held for an undefined period. Investments are carried at amortised cost using the effective interest rate method adjusted for any principal repayments. Gains and losses are recognised in profit or loss when the asset is derecognised or impaired.

Impairment of financial assets

The association recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the association's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

For financial assets mandatorily measured at fair value through other comprehensive income, the loss allowance is recognised in other comprehensive income with a corresponding expense through profit or loss. In all other cases, the loss allowance reduces the asset's carrying value with a corresponding expense through profit or loss.

Property, plant and equipment

Land and buildings are shown at fair value, based on periodic valuations by external independent valuers, less subsequent depreciation and impairment for buildings. In August 2018, land and buildings were revalued by an external valuer. The values per the valuation have been included in the statement of financial position, with the adjustment amount recorded through other comprehensive income. The land and Buildings consist of two strata property Lots 4 and 5 at 1-3 Woodville Lane, North Perth. Management review the value of the properties for any impairments, and conduct a valuation, every three years, hence there is no depreciation calculated for properties.

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Motor Vehicles	2-5 years
Website and database improvements	3-5 years

Playgroup WA (Inc)
Notes to the financial statements
30 June 2021

Note 1. Significant accounting policies (continued)

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the association. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss. Any revaluation surplus reserve relating to the item disposed of is transferred directly to retained profits.

Trade and other payables

These amounts represent liabilities for goods and services provided to the association prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Comparative Figures

In previous financial years the Asgard Capital Management and Perpetual Cash Management funds had been presented as part of 'cash and cash equivalents' in the statement of cash flows. For the year ending 30 June 2018 the Asgard Capital Management and Perpetual Cash Management funds have presented as an investment in the statement of cash flows. As required by the accounting standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Playgroup WA (Inc)
Notes to the financial statements
30 June 2021

Note 1. Significant accounting policies (continued)

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 tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the association for the annual reporting period ended 30 June 2020. The association has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the association based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the association operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the association unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

Estimation of useful lives of assets

The association determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Employee benefits provision

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

Playgroup WA (Inc)
Notes to the financial statements
30 June 2021

Note 3. Grants

	2021	2020
	\$	\$
Department of Local Government and Communities	508,323	608,395
Department of Prime Minister and Cabinet	631,671	574,752
Playgroup Australia Ltd	752,846	737,215
Ngala Community Services, Swan Alliance	115,507	112,759
Mental Health Commission	184,934	179,534
Lotterywest	34,228	30,675
Auspicing for PG's	12,378	2,474
First Thousand Days	332,805	-
	<u>2,572,692</u>	<u>2,245,804</u>

Lotterywest grants to Playgroups

From the 2019 financial year \$600,000 of funds have been received for the disbursement of grants to Community Playgroups across WA to purchase equipment, educational resources, portable furniture, toys and associated items plus \$90,000 towards the administration of these grants.

After 36 months at the 30/6/2021 the end date for this grant, there remains \$518.

Note 4. Client contributions

	2021	2020
	\$	\$
Memberships	<u>195,824</u>	<u>112,782</u>

Note 5. Investment income

	2021	2020
	\$	\$
Interest	376	1,156
Earnings /(loss) on investments	<u>34,293</u>	<u>(928)</u>
	<u>34,669</u>	<u>228</u>

Note 6. Other income

	2021	2020
	\$	\$
Covid-19 Government Stimulus	-	100,000
Others	<u>18,356</u>	<u>25,893</u>
	<u>18,356</u>	<u>125,893</u>

Playgroup WA (Inc)
Notes to the financial statements
30 June 2021

Note 7. Program

	2021	2020
	\$	\$
Workshop and program materials and consumables	66,050	34,159
Workshop and program expenses	166	1,566
Venue hire	120,639	61,311
Auspicing for PG expenses	12,378	2,474
Subcontracts	13,845	169,810
	<u>213,078</u>	<u>269,320</u>

Note 8. Administration

	2021	2020
	\$	\$
General insurance	48,347	44,557
Telephone and internet	63,562	48,474
Printing, postage and stationery	21,222	13,546
Audit fees	9,048	9,000
Computer and office equipment repairs and maintenance	14,003	15,578
Subscriptions and memberships	2,965	3,267
AGM and board expenses	822	3,984
Bank charges	2,438	2,856
Software licencing	6,796	7,294
Other	1,893	1,591
	<u>171,096</u>	<u>150,147</u>

Note 9. Property

	2021	2020
	\$	\$
Rates and taxes	9,480	10,134
Electricity	6,334	5,241
Rented premises	39,653	21,218
Cleaning	15,338	9,753
Strata fees	5,022	5,022
Repairs and maintenance - building	3,513	4,688
Other	10,693	1,124
	<u>90,033</u>	<u>57,180</u>

Note 10. Promotional expense

	2021	2020
	\$	\$
Promotional events	2,687	24,807
Promotional advertising	25,995	5,632
	<u>28,682</u>	<u>30,439</u>

Playgroup WA (Inc)
Notes to the financial statements
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Note 11. Current assets - cash and cash equivalents

	2021	2020
	\$	\$
Cash on hand	814	944
Cash at bank	1,598,656	828,930
Cash at bank - restricted	518	31,932
	<u>1,599,988</u>	<u>861,806</u>

Refer to Note 3 for cash at bank - restricted.

Note 12. Current assets - trade and other receivables

	2021	2020
	\$	\$
Trade receivables	1,455	2,099
Prepayments	34,169	23,363
Other receivables	14	26,891
	<u>35,638</u>	<u>52,353</u>

Note 13. Current assets - Investments

	2021	2020
	\$	\$
Asgard capital management	169,326	140,913
Perpetual cash management fund	119,240	119,191
	<u>288,566</u>	<u>260,104</u>

Note 14. Non-current assets - property, plant and equipment

	2021	2020
	\$	\$
Land and buildings	1,600,000	1,600,000
Motor vehicles - at cost	10,000	10,000
Less: Accumulated depreciation	(10,000)	(5,000)
	<u>-</u>	<u>5,000</u>
Computer equipment - at cost	47,966	-
Website and database improvements	68,454	68,454
Less: Accumulated depreciation	(65,853)	(64,149)
	<u>2,601</u>	<u>4,305</u>
	<u>1,650,567</u>	<u>1,609,305</u>

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Note 15. Current liabilities - Payables

	2021	2020
	\$	\$
Creditors	84,323	15,835
Employee benefits	332,962	288,973
Unspent grants	186,751	137,129
BAS payable	64,980	-
Other payables	7,784	2,002
	<u>676,800</u>	<u>443,939</u>

Note 16. Current liabilities - provision

	2021	2020
	\$	\$
Income in advance - membership fees	<u>80,900</u>	<u>60,075</u>

Note 17. Non-current liabilities - Non-current provisions

	2021	2020
	\$	\$
Long service leave	<u>15,663</u>	<u>26,003</u>

Note 18. Equity - reserves

	2021	2020
	\$	\$
Revaluation surplus reserve	956,595	956,595
Capital reserve	633,018	633,018
ETTS funding reserve	41,689	61,653
FTD Funding Reserve	332,805	-
Intergen Funding Reserve	6,487	-
	<u>1,970,594</u>	<u>1,651,266</u>

Revaluation surplus reserve

This is a non cash asset revaluation reserve of land and buildings at 1 -3 Woodville Lane, NORTH PERTH, WA 6006.

Capital reserve

The capital reserve is an internally restricted reserve for the purpose of holding a reasonable amount of funds available for capital expenditure on office relocation or refurbishment as required.

ETTS funding reserve

Payment received from the Department of Education and allocated for use next year.

FTD Funding Reserve

First payment of the grant from Lotterywest towards the First Thousand Days Project costs to assist the playgroup network to trial new ways of working to improve the mental health and wellbeing of parents, infants and children following COVID-19.

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Note 18. Equity - reserves (continued)

Intergen Funding Reserve

ERO arrears payment received in May 2021 for the period 1/7/2020 to 30/6/2021 which was not spent in that period and therefore retained for future expenditure.

Note 19. Equity - retained surpluses

	2021	2020
	\$	\$
Retained surpluses at the beginning of the financial year	602,285	499,034
Surplus for the year	547,845	164,904
Transfer from reserves	19,964	-
Transfer to reserves	<u>(339,292)</u>	<u>(61,653)</u>
Retained surpluses at the end of the financial year	<u><u>830,802</u></u>	<u><u>602,285</u></u>

Note 20. Related party information

Members of the board

The members of the Board who served for the whole of the financial year, unless otherwise indicated, are as follows:

Leanne Gordon	President
Elizabeth Cavalli	Member - Resigned 18/11/20
Mel Guppy	Member
Shirley Kai	Member
Emma Tamplin	Member
Sandy Davidson	Member

Remuneration of the Board

The members of the Board do not receive nor are entitled to any remuneration or superannuation contribution, apart from those directors mentioned above.

Related party transactions

There were no related party transactions requiring disclosure during the financial year.

Loans to/from related parties

There were no loans to or from related parties at the current and previous reporting date.

Note 21. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by the auditor of the association:

	2021	2020
	\$	\$
Audit services - Audit of the financial statements	<u><u>9,000</u></u>	<u><u>9,000</u></u>

Playgroup WA (Inc)
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Note 22. Events after the reporting period

No matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the association's operations, the results of those operations, or the association's state of affairs in future financial years.

Note 23. Segment information

Playgroup WA (Inc) operates predominantly in one business and geographic segment, being in to support all young children, families and communities to enjoy, learn and grow through playgroup.