



OUT DOORS INC.



OUT DOORS INC.

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2018

FINANCIAL REPORT

2017-18 was a financial year with a modest surplus.

- Generated income of \$1.45M
- Operating surplus of \$8.5K
- Invested in systems that increase the quality, efficiency and effectiveness of our service
- Invested in operational and organisational systems to support roll out of NDIS
- Invested in running additional programs during the NDIS transition of our participants



In the last 5 years, Out Doors Inc. has delivered over **163,000 program hours** to **1,332 participants** at risk or living with a mental health issue in Victoria.

Rodney F Cooper
Chartered Accountant

40 Yeneda Street
NORTH BALWYN 3104

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF OUT DOORS INC.

Scope

I have audited the financial report, being a special purpose financial report of Out Doors Inc. for the year ended 30th June, 2018. The Committee is responsible for the financial report and has determined that the accounting policies used are appropriate to meet the requirements of the Associations Incorporation Reform Act 2012 (Vic) and are appropriate to meet the needs of the members. I have conducted an independent audit of this financial report in order to express an opinion on it to the members of Out Doors Inc. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial report has been prepared for the purpose of fulfilling the requirements of the Associations Incorporation Reform Act 2012 (Vic). I disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

My audit has been conducted in accordance with Australian Auditing Standards. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly so as to present a view which is consistent with my understanding of the Association's financial position and performance as represented by the results of its operations and its cash flows. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In my opinion, the financial report presents fairly in accordance with the Association's accounting policies, the financial position of Out Doors Inc as at 30th June, 2018 and the results of its operations for the year then ended.



Rodney F Cooper CA

5th September, 2018
Melbourne

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OUT DOORS INC.

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2018
DECLARATION BY MEMBERS OF THE COUNCIL

The members of the Council declare that:

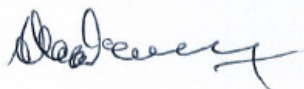
1 The financial statements and notes:

- (a) comply with Accounting Standards as detailed in Note 1 to the financial statements; and
give a true and fair view of Out Doors Inc. financial position as at 30th June 2018 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
- (b)

- 2 In the opinion of the Members of the Council there are a reasonable grounds to believe that the organisation will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Members of the Council by:

Allan Davey
Chairperson



Dated: 16/8/18

John Marshall
Treasurer



Dated: 16/8/18

Summary income statement

	2018	2017
Year ended 30 June 2018	\$	\$
Revenues from ordinary activities	1,455,527	1,448,564
Administrative expenses	-46,094	-54,582
Motor Vehicles	-22,982	-24,863
Employee benefits expense	-1,074,862	-965,970
Depreciation expense	-84,770	-80,465
Occupancy expenses	-78,511	-79,202
Direct program expenses	-103,096	-110,922
Other operating expenses	-36,624	-86,864
Surplus from ordinary activities	8,587	45,696

Statement of cash flows

	2018	2017
Year ended 30 June 2018	\$	\$
Cash flows from operating activities		
Receipts from grants etc	1,389,010	1,412,899
Payments to suppliers and employees	-1,457,223	-1,259,547
Net Cash provided by (used in) operating activities	-68,213	153,352
Cash flows from investing activities		
Payments for property, plant and equipment	-19,404	-261,215
Interest received	34,350	35,665
Net Cash provided by (used in) investing activities	14,946	-225,550
Net increase (decrease) in cash held	-53,267	-72,198
Cash at the beginning of the financial period	1,515,883	1,588,081
Cash at the end of the financial period	1,462,616	1,515,883

Balance sheet	2018	2017
Year ended 30 June 2018	\$	\$
Current Assets		
Cash assets	1,462,617	1,515,883
Receivables	48,390	16,223
Prepaid Expenses	100	1,500
TOTAL CURRENT ASSETS	1,511,107	1,533,606
Non-Current Assets		
Property, plant and equipment	173,351	238,716
Total Non-Current Assets	173,351	238,716
TOTAL ASSETS	1,684,458	1,772,323
Current Liabilities		
Payables	47,380	42,816
Provisions	564,000	489,092
Accruals	184,000	359,925
Total Current Liabilities	795,380	891,832
TOTAL LIABILITIES	795,380	891,832
NET ASSETS	889,078	880,490
EQUITY		
Retained Surpluses	660,629	606,346
Equipment Reserve	228,449	228,449
Net Income	8,587	45,696
TOTAL EQUITY	889,078	880,491

Equity

Year ended 30 June 2018	Retained Earnings \$	Equipment Reserve \$	Total \$
Balance at 1 July 2017	652,042	228,449	880,491
Profit attributable to members	8,587		8,587
Transfer			
Balance at 30 June 2018	660,629	228,449	889,078

9 EVENTS SUBSEQUENT TO BALANCE SHEET DATE

No matters have arisen since the end of the financial year which have significantly affected or may significantly affect the operations, results of operations and the state of affairs of the organisation in subsequent financial years.

10 SEGMENT REPORTING

The organisation operates predominantly in providing outdoor adventure education and recreation services in Victoria. Other activities do not represent a substantial proportion of the total operations of Out Doors Inc.

11 RELATED PARTY TRANSACTIONS

No transactions with related parties occurred during the financial year.

12 Council Members

The names of persons who were council members of the organisation during the financial year were:

Allan Davey (Chairperson)

James Tonkin (Deputy Chairperson to Dec 2017)

Laurence Alvis (Secretary to Dec 2017 and Deputy Chairperson from Dec 2017)

James Campbell (Secretary from Dec 2017)

John Marshall (Treasurer)

Carole Hatherly (Member)

Daryl Flukes (Member)

Olga Shegoleva (Member)

All Council members provide their services on an honorary basis.

13 ORGANISATION DETAILS

The organisation's principal activities are to provide outdoor adventure education and recreation services and operates from:

231 Napier Street, Fitzroy VIC 3065

Out Doors Inc.

231 Napier Street

Fitzroy VIC 3065

Notes to and Forming Part of the Accounts

Year ended June 2018

	2018	2017
4 PAYABLES	\$	\$
All amounts due within 12 months	47,380	42,816
PROVISIONS	564,000	489,092
5 ACCRUALS		
Current		
Employee entitlements	184,000	359,925
6 RETAINED SURPLUSES		
Retained surplus at the beginning of the financial year	652,042	606,346
Equipment Reserve	228,449	228,449
Net surplus attributable to the organisation	8,587	45,696
Retained surplus at the end of the financial year	889,077	880,490
7 CASH FLOW INFORMATION		
Cash at the end of the financial period as shown in the Statement of Cash Flows is reconciled to the related		
(a) items in the Statement of Financial Position as follows:		
Cash deposits with banks	1,459,681	1,510,266
Cash on hand	2,936	5,617
Balance per Statement of Cash Flows	1,462,617	1,515,883
Reconciliation of cash flow from operations with operating surplus/(deficit) after income tax		
Deficit / Surplus from operations	8,587	45,696
Non-cash flows in operating surplus		
Depreciation	84,770	80,465
Additions to Non-current Assets	-19,404	-261,215
Changes in assets and liabilities		
Increase/(decrease) in accruals	-175,925	3,136
Increase/(decrease) in income in advance		
Increase/(decrease) in payables	4564	74
Increase/(decrease) in PAYG & GST payable		4,720
Increase/(decrease) in provisions	74,908	70,000
Increase in debtors	-32,167	-14,373
Increase/(decrease) in debtors/prepayments	1,400	-700
Increase/(decrease) in Equipment Reserve		
Cash flows from operations	-53,267	72,198
8 Auditor's Remuneration		
Auditing/Reviewing the financial reports	1,750	1,750
Other services		

1 These general purpose financial statements have been prepared in accordance with the Financial Management Act 1994 (FMA), the Australian Charities and Not-for-profits Commission Act 2012, and applicable Australian Accounting Standards (AASs), including interpretations, issued by the Australian Accounting Standards Board (AASB). Where appropriate, those paragraphs of the AASs applicable to not-for-profit entities have been applied. The following is a summary of the accounting policies adopted by Out Doors Inc in the preparation of these financial statements.

(a) Basis of accounting preparation and measurement

The financial statements have been prepared in accordance with the historical cost convention, except for: the fair value of an asset, other than Land and buildings, is generally based on its depreciated replacement value; and other financial assets, which are measured at fair value through profit or loss. Consistent with AASB 13 Fair Value Measurement, the Out Doors Inc. determines the policies and procedures for both recurring fair value measurements such as Property, plant and equipment, and Financial instruments in accordance with the requirements of AASB 13 and the relevant Financial Reporting Directions. For the purpose of fair value disclosures, Out Doors Inc. has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value. New and amended standards adopted: Out Doors Inc. has reviewed and applied all new accounting standards and amendments applicable for the first time in their annual reporting period commencing 1 July 2014, and determined that there was no material impact on its financial statements in the current reporting year.

(b) Property, Plant and Equipment

All Property, plant and equipment are measured initially at cost and subsequently revalued at fair value less accumulated depreciation and impairment. Where an asset is received for no or nominal consideration, the cost is the asset's fair value at the date of acquisition. Out Doors Inc. recognises as plant and equipment items that meet the recognition criteria set in AASB 116 Property, Plant and Equipment. Plant and equipment are initially measured at cost and subsequently revalued at fair value less accumulated depreciation and impairment. The fair value of plant and equipment is generally based on its depreciated replacement cost. The fair value of an asset, other than land and buildings, is generally based on its depreciated replacement value.

Depreciation

Depreciation is based on the straight-line method of calculation. It is provided on all fixed assets so as to write off the cost of the assets over their estimated economic lives. The depreciation rates used for each class of depreciable asset are:

Class of fixed asset	Depreciation Rate
Motor vehicles	20 - 25 %
Furniture and fittings	15 - 25%
Computers and Office Equipment	33 - 40%

(c) Employee Entitlements

Provision is made for the Organisation's liability for employee entitlements arising from services rendered by employees to the date of the Balance Sheet, and all entitlements have been measured at the present value of the estimated future cash outflows to be made for those entitlements. Contributions are made by the Organisation to employee superannuation funds and charged as expenses when incurred.

(d) Cash

Cash in the statement of cash flows includes cash on hand, at banks, and on deposit.

(e) Revenue

Grants received are recognised as revenue when (a) it is probable that the consumption or loss of future economic benefits has occurred, and (b) the inflow or other enhancement or saving in outflows of future economic benefits can be accurately measured. All revenue is stated net of the amount of goods and services

Special Project Funds received during the year which either cannot be expended before the end of the financial year, or have been received in advance for expenditure in future periods, are treated as unearned income. Deferral of grants from year to year required approval of the funding body.

(f) Goods and Services Tax

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 Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivable and payables in the Balance Sheet are shown inclusive of GST.

(g) Income Tax

Out Doors Inc. is not liable to pay income tax under section 50-145 of the Income Tax Assessment Act 1997.

(h) Inventory

The amount of inventory carried by the organisation is in the form of printed materials is of an insignificant value and is used almost entirely for internal purposes. Accordingly, inventory is not recorded in the balance sheet.

(i) Contingent Liabilities

0

2 REVENUES	2018	2017
	\$	\$
Operating Activities:		
Client fees	20,076	16,691
Department of Health grants	663,070	631,810
Department of Health - Seniors	278,810	273,343
FaHCSIA grants	223,275	314,376
Donations	1,818	2,530
Other Income	234,128	59,432
Interest	34,350	35,665
	<u>1,455,527</u>	<u>1,333,846</u>
Profit on Asset Sale	0	114,718
	<u>1,455,527</u>	<u>1,448,564</u>
3 PROPERTY, PLANT AND EQUIPMENT		
Office Equipment		
At cost	44,984	39,874
Less accumulated depreciation	-40,095	-39,221
Total Office Equipment	<u>4,888</u>	<u>652</u>
Outdoor Equipment		
At cost	64,764	56,064
Less accumulated depreciation	-50,753	-45,488
Total Outdoor Equipment	<u>14,011</u>	<u>10,576</u>
Computer Equipment		
At cost	74,494	69,264
Less accumulated depreciation	-60,282	-48,245
Total Computer Equipment	<u>14,212</u>	<u>21,019</u>
Motor Vehicles		
At cost	266,469	266,105
Less accumulated depreciation	-126,229	-59,635
Total Motor Vehicles	<u>140,239</u>	<u>206,470</u>
Total Property, Plant and Equipment	<u>173,351</u>	<u>238,716</u>