



2022 FINANCIAL REPORT



CELEBRATING
35 YEARS

www.outdoorsinc.org.au
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2021—2022 was a financial year with many challenges due to the Covid-19 lockdowns and fears of re-engagement with the community. With a robust Covid Plan in place including provision of masks, sanitising wipes and RATs before and after an overnight program, participants' confidence increased and programs commenced to full capacity in March 2022.

- NDIS revenue accounted for only 27% of income due to lockdowns
- Government funding made 69% of the total income
- Generated income of \$1.5m with a deficit of (\$175k)



Summary Income Statement

Year ended 30 June 2022

	Note	2022	2021
	2	\$	\$
Revenue		1,566,951	1,911,606
Administrative expenses		(53,577)	(176,565)
Motor Vehicles		(32,588)	(30,502)
Employee benefits expense		(1,334,100)	(1,281,538)
Depreciation expense		(92,323)	(83,642)
Occupancy expenses		(117,742)	(88,137)
Direct program expenses		(92,753)	(145,629)
Other operating expenses		(19,690)	(48,349)
Surplus (deficit) for the period		(175,823)	57,245

Summary of Cash Flow

Year ended 30 June 2022

	Note	2022	2021
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from Grants, etc.		1,532,332	1,879,151
Cash paid to suppliers and employees		(1,878,881)	(1,550,103)
Net Cash from operating activities		(346,550)	329,048
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Property, Plant and Equipment		(3,431)	(306,582)
Interest received		6,384	17,013
Net Cash used in investing activities		2,953	(289,569)
Net increase/decrease in cash and cash	8(b)	(343,597)	39,479
Cash at the beginning of the financial period		1,887,764	1,848,285
Cash at the end of the financial period	8(a)	1,544,166	1,887,764

Balance Sheet

Year ended 30 June 2022

	Note	2022 \$	2021 \$
Current Assets			
Cash and cash equivalents	8(a)	1,544,166	1,887,764
Receivables and other debtors		43,678	15,442
Prepaid Expenses		59,151	57,059
TOTAL CURRENT ASSETS		1,646,996	1,960,265
Non-Current Assets			
Property, plant and equipment	3	175,368	264,260
TOTAL NON-CURRENT ASSETS		175,368	264,260
TOTAL ASSETS		1,822,364	2,224,525
Current Liabilities			
Payables	4	69,193	43,140
Accruals	5	89,653	147,196
TOTAL CURRENT LIABILITIES		158,847	190,336
Non-Current Liabilities			
Provisions	6	811,648	1,006,497
TOTAL NON-CURRENT LIABILITIES		811,648	1,006,497
TOTAL LIABILITIES		970,494	1,196,833
NET ASSETS		851,869	1,027,692
EQUITY			
Retained Surpluses	7	1,027,692	970,447
Equipment Reserve		-	-
Net Income		(175,823)	57,245
TOTAL EQUITY		851,869	1,027,692

Equity

Year ended 30 June 2022

	Retained Earnings \$
Balance at 1 July 2021	1,027,692
Profit attributable to members transfer	(175,823)
Balance at 30 June 2022	851,869

Notes to the Financial Statements year ending 30 June 2022

1. Statement of significant accounting policies

This report includes the financial statements and notes of Out Doors Inc., which is incorporated in Victoria under the Associations Incorporation Reform Act 2012. This is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Australian Charities and Not for Profits Commission Act 2012 and the Associations Incorporation Reform Act 2012 (Victoria).

Statement of compliance

The Council has determined that Out Doors Inc. is not a reporting entity because there are no users dependent on general purpose financial statements. The financial report is a special purpose financial report which has been prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Reform Act 2012*.

These financial statements have been prepared in accordance with following Australian Accounting Standards:

AASB 101 Presentation of Financial Statements

AASB 107 Statement of Cash Flows

AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors

AASB 1048 Interpretation of Standards

AASB 1054 Australian Additional Disclosures

a. Basis of 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. 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. The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

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%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are recognised immediately in profit and loss. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

Impairment

At each reporting date the Council assesses whether there is objective evidence that a financial instrument has been impaired. If any such indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

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.

Other Long-Term Employee benefits

Provision is made for employees' long service leave and contingent liabilities not expected to be settled wholly within the 12 months after the end of the annual reporting period. The long service leave benefits are measured at the present value of the expected future payments to be made to employees. The organisation's obligation for long-term employee benefits are presented as non-current provisions in its statement of financial position.

d. Cash

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

e. Revenue and Other Income

Revenue comprises of government grants, donation and other income. Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. When grant revenue is received whereby the organisation incurs obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt. Donations are recognised as revenue when received. All revenue is stated net of the amount of goods and services tax.

f. 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 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 is a not-for-profit organisation and is exempt from income tax under section 50-45 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

Provision for severance pay which are not expected to be settled in the next 12 months, are used to mitigate risk for any future downturn due to loss in revenue and/or government grants.

j. Provisions

Provisions are recognised when the organisation has a legal obligations or plans to achieve the organisation's mission, as a result of past event, for which is probable that an outflow of economic benefits will results and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to at the end of the reporting period.

2 REVENUES

	2022	2021
	\$	\$
Operating Activities:		
Client fees	4,792	2,328
Department of Health grants	772,946	756,113
Department of Health - Seniors	304,308	298,342
Donations	655	1,460
NDIS Income	426,919	284,678
ATO/JobKeeper	-	382,800
Other Income	50,947	46,927
Interest	6,384	17,013
		1,789,662
Profit on Asset Sale	-	121,944

3 PROPERTY, PLANT AND EQUIPMENT

Office Equipment

At cost	48,796	45,365
Less accumulated depreciation	(45,001)	(43,845)
Total Office Equipment	3796	1,520

Outdoor Equipment

At cost	73,090	73,090
Less accumulated depreciation	(69,616)	(67,305)
Total Outdoor Equipment	3,473	5,784

Computer Equipment

At cost	119,330	119,330
Less accumulated depreciation	(107,870)	(92,997)
Total Computer Equipment	11,460	26,333

Motor Vehicles

At cost	302,679	302,679
Less accumulated depreciation	(146,040)	(72,056)
Total Motor Vehicles	156,638.77	230,622

Total Property, Plant and Equipment	175,368	264,260
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	2022 \$	2021 \$
4 PAYABLES		
All amounts due within 12 months	69,193	43,140
5 ACCRUALS	89,653	147,196
Current		
Programs	-	-
Annual Leave	48,557	65,701
Sick Leave	41,096	81,495
6 PROVISIONS	811,648	1,006,497
Contingent Provision	64,346	183,442
Annual Leave Entitlement	126,472	122,883
Long Service Leave	74,234	119,344
Service Plan	213,742	222,000
Research & Development	136,670	146,455
Capacity Building	196,184	212,374
7 RETAINED SURPLUSES		
Retained surplus at the beginning of	1,027,692	970,447
Equipment Reserve	-	-
Net surplus attributable to the organi-	(175,823)	57,245
Retained surplus at the end of the	851,869	1,027,692
8 CASH FLOW INFORMATION		
a) Cash at the end of the financial period as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:		
Cash deposits with banks	1,541,966	1,884,491
Cash on hand	2,201	3,273
Balance per Statement of Cash Flows	1,544,166	1,887,764

	2022	2021
b). Reconciliation of cash flow from operations with operating surplus/(deficit) after income tax	\$	\$
Deficit / Surplus from operations	(175,823)	57,245
Non-cash flows in operating surplus		
Depreciation	92,323	83,642
Additions to Non-current Assets	(3,431)	(306,582)
Changes in assets and liabilities		
Increase/(decrease) in accruals	(57,543)	(36,131)
Increase/(decrease) in income in advance		
Increase/(decrease) in Creditors	620	-
Increase/(decrease) in PAYG & GST payable	25,434	9,111
Increase/(decrease) in provisions	(194,850)	269,202
(Increase)/decrease in debtors	(28,235)	(15,442)
(Increase)/decrease in prepayments	(2,092)	(21,567)
Increase/(decrease) in Equipment Reserve		
Cash flows from operations	(343,597)	39,479
Auditor's Remuneration		
Auditing/Reviewing the financial reports	1,350	1,350
Other services		

10. 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.

11. 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.

12. RELATED PARTY TRANSACTIONS

No transactions with related parties occurred during the financial year.

13. Council Members

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

Allan Davey (Chairperson)

Caryl Hertz (Deputy Chair)

Jonathan Kneeborne (Secretary)

John Marshall (Treasurer)

Rahul Chauhan (Member)

Carole Hatherly (Member)

Darryl Flukes (Member)

Christine Harrison (Member)

Nathan Schram (Member since Dec 2021)

All Council members provide their services on an honorary basis.

14. ORGANISATION DETAILS

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

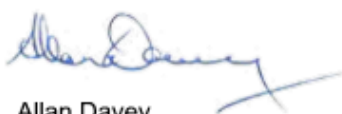
Out Doors Inc.

17 Stubbs Street, Kensington VIC 3031

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2022
DECLARATION BY MEMBERS OF THE COUNCIL**

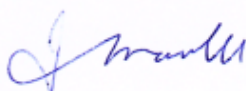
- 1 The financial statements and notes:
- (a) comply with Accounting Standards as detailed in Note 1 to the financial statements;
 - (b) give a true and fair view of Out Doors Inc. financial position as at 30th June 2022 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements, and
 - (c) satisfy the requirements of the Association Incorporation Reform Act 2012, Australian Charities and Not-for-Profit Commission Act 2012 and the Australian Charities and Not-for-Profits Commission Regulation 2013.
- 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: 10 September 2022



John Marshall
Treasurer

Dated:

8/9/22

Auditor's Report

Independent Auditor's Report to the Department/s*

Scope

I have audited the attached Annual Financial Indicators Statement (FIS) for Out Doors Inc. for the year ended 30 June 2022.

Out Doors Inc.'s directors or equivalent are responsible for the preparation and presentation of the FIS.

The FIS has been prepared to show accountability for the funding received and not for any purpose other than that for which they were prepared. I have conducted an independent audit of the FIS in order to express an opinion on it, as required by the Department/s.

My audit has been conducted in accordance with applicable Australian Auditing Standards issued by the Auditing and Assurance Standards Board to provide reasonable assurance as to whether the FIS is free of material misstatement. My procedures included an examination, on a test basis, of evidence supporting the amounts disclosed in the statements. These procedures have been undertaken to form an opinion as to whether, in all material respects, the FIS is presented fairly in accordance with the requirements of the Department/s.

The auditor's opinion expressed in this report has been formed on the above basis.

Auditor's opinion

In my opinion, the attached Annual Financial Indicators Statement (FIS) for Out Doors Inc.:

- i. presents fairly the transactions of Out Doors Inc. for the year ended 30 June 2022;
- ii. has been extracted from the audited financial report of Out Doors Inc. which:
 - a. has been prepared on the basis of accounting policies consistent with applicable Australian Accounting Standards issued by the Australian Accounting Standards Board;
 - b. has a qualified auditor's opinion; and
- iii. is GST exclusive for the Income Statement.

Rodney F Cooper

(Firm name and firm seal if applicable)

(Signature)

Rodney Cooper

(Partner name)

(Partner) Member of CPAA (ICAA) NIA (circle relevant organisation)

Melbourne

(City)

28th September, 2022

(Date)

Rodney F Cooper
Chartered Accountant
PO Box 4154
BALWYN EAST 3103

*Department refers to those departments with which the organisation holds a service agreement, that is the Department of Human Services and/or the Department of Education and Early Childhood Development and/or the Department of Health







CONTACT US



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