

St John's Youth Services Inc

Financial Statements

For the Year Ended 30 June 2024

ABN 64 218 906 004

Director's Report
St John's Youth Services Inc
For the year ended 30 June 2024

In accordance with S35(5) of the South Australian Associations Incorporation Act 1985, the Board must report on:


- a) Whether or not, during the financial year to which the accounts relate –
 - i) no officer of the Association
 - ii) no firm of which an officer is a member, and
 - iii) no body corporate in which an officer has a substantial financial interest in;
has received or become entitled to receive a benefit as a result of a contract between the officer, firm or body corporate and the Association.

- b) Whether or not, during the financial year to which the accounts relate, the officer has received directly or indirectly from the association any payment or other benefit of a pecuniary value, and if so the general nature and extent of that benefit.

Officers of the Association include Board members and the Executive (Chief Executive Officer). As employees of the Association, the Executives have employment contracts with the Association.

The Board confirms that there are no other items to report in relation to S35(5) other than the item disclosed in Note 13.

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


.....

Acting Chair

Sign date: 7.10.2024


.....

Treasurer

Sign date: 9 October 2024

AUDITOR'S INDEPENDENCE DECLARATION

St John's Youth Services Inc

For the year ended 30 June 2024

AUDITOR'S INDEPENDENCE DECLARATION

In accordance with section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, I am pleased to provide the following declaration of independence to the directors of St John's Youth Services Inc.

As lead Audit Partner for the audit of the financial report of St John's Youth Services for the year ended 30 June 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a. The auditor independence requirements as set out in the in relation to the audit; and
- b. Any applicable code of professional conduct in relation to the audit.



Jessica Kellaway CA, CPA, Registered Company Auditor
Partner

Dated: 26 September 2024

Statement of Financial Performance
St John's Youth Services Inc
For the year ended 30 June 2024

	Note	2024 \$	2023 \$
REVENUE			
Grant & Subsidies Revenue	3	3,355,794	3,506,892
Other Revenue	3	261,526	299,694
TOTAL REVENUE		3,617,320	3,806,586
EXPENSES			
Employee Benefits Expenses	4	2,759,399	2,672,813
Administrative Expenses	5	773,247	879,138
Depreciation	8	6,970	19,385
Loss on Disposal of Assets	5	-	113,200
TOTAL EXPENSES		3,539,616	3,684,536
Current year operating surplus / (deficit)		77,704	122,050

The accompanying notes form part of these financial statements.

Statement of Financial Position
St John's Youth Services Inc
As at 30 June 2024

	Note	2024 \$	2023 \$
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	6	989,213	687,198
Trade and Other Receivables	7	33,266	113,033
TOTAL CURRENT ASSETS		1,022,479	800,231
NON CURRENT ASSETS			
Property, Plant and Equipment	8	24,899	31,869
TOTAL NON CURRENT ASSETS		24,899	31,869
TOTAL ASSETS		1,047,378	832,100
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	9	214,296	86,114
Provisions	10	340,361	345,674
TOTAL CURRENT LIABILITIES		554,657	431,788
NON CURRENT LIABILITIES			
Provisions	10	37,233	22,528
TOTAL NON CURRENT LIABILITIES		37,233	22,528
TOTAL LIABILITIES		591,890	454,316
NET ASSETS		455,488	377,784
EQUITY			
Retained surplus		455,488	377,784
TOTAL EQUITY		455,488	377,784

The accompanying notes form part of these financial statements.

Statement of Changes in Equity
St John's Youth Services Inc
As at 30 June 2024

	Retained surplus \$	Total equity \$
Balance at 1 July 2022	255,734	255,734
Comprehensive income		
Operating Surplus for the year	122,050	122,050
Balance at 30 June 2023	377,784	377,784
Comprehensive income		
Operating Surplus for the year	77,704	77,704
Balance at 30 June 2024	455,488	455,488

The accompanying notes form part of these financial statements.

Statement of Changes in Equity
St John's Youth Services Inc
For the year ended 30 June 2024

	Note	2024 \$	2023 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating grants		3,701,064	3,555,133
Rent		-	224,685
Donations		232,068	269,104
Other revenue		169,216	45,091
Interest received		29,418	17,282
Payments to suppliers and employees		(3,829,751)	(4,145,375)
Net cash generated from operating activities		<u>302,015</u>	<u>(34,080)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for property, plant and equipment		-	(6,344)
Net cash from/(used in) investing activities		<u>-</u>	<u>(6,344)</u>
Net increase/(decrease) in cash held		302,015	(40,424)
Cash at beginning of the financial year		687,198	727,622
Cash at end of the financial year	6	<u><u>989,213</u></u>	<u><u>687,198</u></u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements
St John's Youth Services Inc
For the year ended 30 June 2024

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures of the Australian Accounting Standards Board (AASB) and the *Australian Charities and Not-for-profits Commission Act 2012*. The association is a not for profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, 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.

Statement of Compliance

The Association does not have 'public accountability' as defined in AASB 1053 *Application of Tiers of Accounting Standards* and is therefore eligible to apply the 'Tier 2' reporting framework under Australian Accounting Standards.

The financial statements comply with the recognition and measurement requirements of Australian Accounting Standards, the presentation in those Standards as modified by AASB 1060 *General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-For-Profit Tier 2 Entities* (AASB 1060) and the disclosure requirements in AASB 1060. Accordingly, the financial statements comply with Australian Accounting Standards - Simplified Disclosures.

2 Summary of Significant Accounting Policies

(a) Income tax

The Association is exempt from income tax under the *Income Tax Assessment Act 1997*.

(b) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less which are convertible to a known amount of cash and subject to an insignificant risk of change in value, and bank overdrafts.

Notes to the Financial Statements
St John's Youth Services Inc
For the year ended 30 June 2024

(c) Financial instruments

Financial instruments are recognised initially on the date that the Association becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments (except for trade receivables) are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Trade receivables are initially measured at transaction price, if the trade receivables do not contain a significant financing component.

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification

On initial recognition, the Association classifies its financial assets into the following categories, those measured at:

- Amortised cost
- Fair value through profit or loss - FVTPL
- Fair value through other comprehensive income

Financial assets are not reclassified subsequent to their initial recognition unless the Association changes its business model for managing financial assets.

Financial Assets

Amortised cost

Assets measured at amortised cost are financial assets where:

- The business model is to hold assets to collect contractual cash flows; and
- The contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the

The Association's financial assets measured at amortised cost comprise trade and other receivables in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income is recognised in profit or loss.

Notes to the Financial Statements
St John's Youth Services Inc
For the year ended 30 June 2024

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- Financial assets measured at amortised cost

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Association considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Association's historical experience and informed credit assessment and including forward looking

The Association uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Association uses the presumption that a financial asset is in default when:

- The other party is unlikely to pay its credit obligations to the Association in full, without recourse to the Association
- The financial assets is more than 90 days past due.

Credit losses are measured as the present value of the difference between the cash flows due to the Association in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

Trade receivables

Impairment of trade receivables has been determined using the general approach in AASB 9 which is the assessment of credit impairment at each reporting date.

Financial liabilities

The Association measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Association comprises trade payables.

A financial liability cannot be reclassified.

Notes to the Financial Statements
St John's Youth Services Inc
For the year ended 30 June 2024

(d) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Plant and equipment

Plant and equipment are measured on the cost basis. Cost includes expenditure that is directly attributable to the asset.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, is depreciated on a straight line or reducing balance basis over the asset's useful life commencing from the time the asset is held ready for use. Leasehold improvements are depreciated on a straight line basis over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of fixed asset	Depreciation rate
Plant and equipment	20% to 40% diminishing value
Furniture, fixtures and fittings	7.5% to 40% diminishing value
Motor vehicles	22.5% diminishing value

The assets' residual values, depreciation methods 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 included in the statement of comprehensive income.

(e) Trade and other payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Association during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(f) 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.

Provisions are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period.

Notes to the Financial Statements
St John's Youth Services Inc
For the year ended 30 June 2024

(g) 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 year. Employee entitlements relating to long service leave are calculated and provided for as per the *Long Service Leave Act 1987*. In summary, employees are entitled to 13 weeks long service leave after the completion of 10 continuous years service, we highlight a pro-rata payment is payable on termination after 7 years of continuous service. Management have agreed upon the accounting policy in respect to long service leave being to record the full entitlement (including on-costs) upon each employee satisfying the requirement of 5 years continuous service. This is an acceptable 'short-hand' method under AASB 119 Employee Benefits.

Contributions are made by the Association to an employee superannuation fund and are charged as expenses when incurred.

(h) Revenue and other income

Grant revenue

When grant revenue is received, by way of an underlying contract and the Association incurs an obligation to deliver economic value directly back to the contributor, the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor.

Once the Association has satisfied the performance obligations grant revenue is recognised.

Donations

Donations and bequests are recognised as revenue when received, subject to any performance obligations (as noted for grant revenue).

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Subscriptions

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial

All revenue is stated net of the amount of goods and services tax (GST).

Notes to the Financial Statements
St John's Youth Services Inc
For the year ended 30 June 2024

(i) Leases

The Association as lessee

At inception of a contract, the Association assesses if the contract contains or is a lease.

If there is a lease present a right-of-use-asset and a corresponding lease liability are recognised by the Association where the Association is a lessee. However, all contracts that are classified as short-term leases (leases with remaining lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

The Board has determined the following will apply to its various lease contracts:

a) Administration, Halifax Street

The current lease is considered a short term lease as it is "month to month"

b) Youth 110

i) The Association currently leases only one unit from Housing SA with the lease being considered low value.

ii) Payments made to Housing SA for clients are not considered right-of-use-assets as the benefits of the Youth 110

(j) 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. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(k) Critical accounting estimates and judgments

Key judgments - provision for impairment of receivables

The value of the provision for impairment of receivables was estimated by considering the ageing of receivables, communication with the debtors and prior history.

At the end of the financial year no provision was considered necessary by the Board.

Notes to the Financial Statements
St John's Youth Services Inc
For the year ended 30 June 2024

3 Revenue and Other Income

	2024	2023
	\$	\$
Revenue from contracts with customers		
Grants	3,219,203	3,270,850
Rent received - Say Café	-	93,290
Service fees	135,143	110,969
Venue hire	-	28,109
Memberships	1,448	3,674
Total revenue from contracts with customers	3,355,794	3,506,892
Other Revenue:		
Donations	232,068	269,104
Interest	28,258	17,282
Sundry	1,200	13,308
Total other revenue	261,526	299,694
Total Revenue and Other Income	3,617,320	3,806,586

4 Employee Benefits Expenses

	2024	2023
	\$	\$
Wages	2,392,071	2,433,067
Superannuation	260,296	248,772
Provision for annual leave	5,395	(19,840)
Provision for long service leave	3,997	(81,109)
Workcover	97,640	91,923
Total Employee Benefits Expenses	2,759,399	2,672,813

5 Administrative Expenses

	2024	2023
	\$	\$
Accounting fees	63,028	59,600
Bank charges	1,276	1,642
Cleaning	52,043	61,844
Client expense	116,600	142,248
Fundraising	136	3,576
Information technology	33,658	57,147
Insurance	57,321	68,525
Light, power and gas	3,448	17,107
Minor equipment	16,520	5,955
Motor vehicle	40,442	34,767
Printing and stationery	18,390	18,891
Rent, rates and taxes	179,465	222,621
Repairs and maintenance	32,553	36,546
Scholarships	4,856	1,471
Sundry	95,955	87,006
Telephone	19,360	22,741
Training and development	34,196	30,451
	769,247	872,138

Auditor's Remuneration

Remuneration of the auditor, Perks Audit Pty Ltd		
- auditing or reviewing the financial statements	-	7,000
Remuneration of the auditor, Galpins Accountants Auditors & Business Consultants		
- auditing or reviewing the financial statements	4,000	-

Total Administrative Expenses	773,247	879,138
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Notes to the Financial Statements
St John's Youth Services Inc
For the year ended 30 June 2024

5 Loss on Disposal of Assets

	2024	2023
	\$	\$
Written down value of assets disposed	-	113,200
Proceeds from disposal	-	-
Total Loss on Disposal of Assets	-	113,200

6 Cash and Cash Equivalents

	2024	2023
	\$	\$
Cash on hand	129	175
Cash at bank	989,084	687,023
Total Cash and Cash Equivalents	989,213	687,198

7 Trade and Other Receivables

	2024	2023
	\$	\$
Trade debtors	9,578	108,754
Accrued income	-	1,160
Prepayments	23,688	3,119
Total Trade and Other Receivables	33,266	113,033

8 Property, Plant and Equipment

	2024	2023
	\$	\$
Plant & equipment		
At cost	320,089	320,089
Less accumulated depreciation	(306,664)	(302,545)
	<u>13,425</u>	<u>17,544</u>
Fixtures & fittings		
At cost	11,078	11,078
Less accumulated depreciation	(8,161)	(7,794)
	<u>2,917</u>	<u>3,284</u>
Motor vehicles		
At cost	84,836	84,836
Less accumulated depreciation	(76,279)	(73,795)
	<u>8,557</u>	<u>11,041</u>
Total Property, Plant and Equipment	24,899	31,869

Movements in carrying amounts

Movements in carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Plant & equipment	Fixtures & fittings	Motor vehicles	Total
	\$	\$	\$	\$
2024				
Balance at beginning of the year	17,544	3,284	11,041	31,869
Depreciation expense	(4,119)	(367)	(2,484)	(6,970)
Carrying amount at the end of the year	<u>13,425</u>	<u>2,917</u>	<u>8,557</u>	<u>24,899</u>

Notes to the Financial Statements
St John's Youth Services Inc
For the year ended 30 June 2024

9 Trade and Other Payables

	2024	2023
	\$	\$
Trade payables	116,554	66,235
Other payables	(139)	3,590
Tax payable	(1,032)	2,391
Accrued salaries and wages	28,814	13,898
Grants received in advance	70,099	-
Total Trade and Other Payables	214,296	86,114

10 Provisions

	2024	2023
	\$	\$
CURRENT		
Annual leave	155,131	149,736
Long service leave	185,230	195,938
Total Current Provisions	340,361	345,674
NON-CURRENT		
Long service leave	37,233	22,528
Total Non-Current Provisions	37,233	22,528
Total Provisions	377,594	368,202

Provision for employee benefits represents amounts accrued for annual leave and long service leave.

The current portion for this provision includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. Based on past experience, the association does not expect the full amount of annual leave or long service leave balances classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the association does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

The non-current portion for this provision includes amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service.

11 Capital and Leasing Commitments

(a) Operating lease commitments

Non-cancellable operating leases contracted for but not capitalised in the financial statements.

	2024	2023
	\$	\$
Payable - minimum lease payments:		
- no later than 1 year	63,970	66,666
- between 1 year and 5 years	-	108,058
	63,970	174,724

The table above is representative of the undiscounted lease commitments for:

- Short term leases: and
- Low value leases

As detailed in Note 2(i) to the financial statements.

Notes to the Financial Statements
St John's Youth Services Inc
For the year ended 30 June 2024

(b) Association acting as guarantor

The Association has a number of memoranda of understanding (MOU) in place relation to being guarantor for properties rented by young persons who work with the Association as part of the Next Step and Transitional Outreach Programs.

The Association has not been required to make any payments in relation to these MOUs in either the 2023 or 2024 financial years nor subsequent to year end.

12 Contingent Liabilities and Contingent Assets

In the opinion of the Board, the Association does not have any contingencies as at 30 June 2024 (30 June 2023: \$Nil) other than as outlined in note 11 (b).

13 Related Party Transactions / Key Management Personnel

The total remuneration paid to key management personnel of the Association is \$338,995 (2023: \$326,276).

There were no related party transactions during the financial year ended 30 June 2024 (30 June 2023: \$Nil) except in their role as employees.

14 Events After the Reporting Period

The Board is not aware of any significant events since the end of the reporting period that would affect the operations of the Association.

15 Association Details

The registered office of the Association is:

St John's Youth Services Inc
Level 1
379 Halifax Street
Adelaide SA 5000

The principal places of business are:

Administration
Level 1
379 Halifax Street
Adelaide SA 5000

Foyer St Vincent Street
1 Marryatt Street
Port Adelaide SA 5015

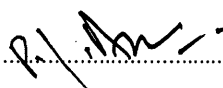
Youth 110
110 Waymouth Street
Adelaide SA 5000

Director's Declaration
St John's Youth Services Inc

The directors of the Registered Entity declare that:

1. The financial statements and notes, as set out on pages 4 to 16, are in accordance with the *Australian Charities and Not-For Profits Commission Act 2012* and:
 - a. comply with Australian Accounting Standards - Simplified Disclosures; and
 - b. give a true and fair view of the financial position as at 30 June 2024 and of its performance for the year ended on that date of the Registered Entity.
2. In the director's opinion, there are reasonable grounds to believe that the Registered Entity 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 Board and is signed in accordance with sub section 60.15(2) for the *Australian Charities and Not-For-Profits Commission Regulations 2022*.


.....

Acting Chair

9.10.2024


.....

Treasurer

Sign date: 9 October 2024



INDEPENDENT AUDITOR'S REPORT

To the members of St John's Youth Services Inc.

Report on the Audit of the Financial Report

Audit Opinion

We have audited the accompanying financial report, being a special purpose financial report, of St John's Youth Services Inc. (the Association), which comprises the statement of financial position as at 30 June 2024, statement of financial performance, 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 Directors' declaration.

In our opinion, the accompanying financial report of the Association is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)* (ACNC Act), including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards, and division 60 of *Australian Charities and Not-for-profits Commission Regulations 2022*.

Basis for Audit 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 Association in accordance with the ACNC Act, the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (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.

Responsibility of the Board for the Financial Report

The directors of the Association are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the ACNC Act and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error

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ABN: 89 656 702 886

Liability limited by a scheme approved
under Professional Standards Legislation

In preparing the financial report, the directors are responsible for assessing the Association'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 the directors either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibility 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 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 judgement 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 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 Association'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 Association'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 Association 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.

GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS



Jessica Kellaway CA, CPA, Registered Company Auditor

Partner

11 / 10 / 2024