

Local Government Finance Professionals Association Inc.

Financial Report for the Year Ended 30 September 2023

COMMITTEE'S REPORT

Your committee members submit the financial report of Local Government Finance Professionals Association Inc., "The Association" for the financial year ended 30 September 2023.

Committee Members

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

Bradley Thomas	Danny Wain
Gabrielle Gordon	Aaron Gerrard
Alan Wilson	Belinda Johnson
Binda Gokhale	Nathan Kearsley
Chen Wei	Fiona Rae
Melissa Baker	Tony Rocca
Simone Wickes	Nathan Morsillo

The principal activities of the association during the financial year were to provide professional development opportunities to members of the association.

Significant Changes

FY2023 has seen the return to usual activities for the association in a post COVID-19 environment.

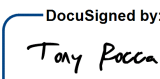
Operating Result

The surplus for the 2023 financial year amounted to \$44,482 (2022: Deficit of \$27,044).

Signed in accordance with a resolution of the members of the committee.

Signed: 
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Bradley Thomas

Dated: 12/1/2023

Signed: 
BF7FAA8B951E4C8...
Tony Rocca

Dated: 12/2/2023

Local Government Finance Professionals Association Inc

INCOME AND EXPENDITURE STATEMENT AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 SEPTEMBER 2023

	Note	2023	2022
		\$	\$
INCOME			
Contributions (members)		53,167	50,523
Professional Development Fees	2	445,706	80,615
Sponsorship		113,090	12,531
Interest		6,994	29
		618,957	143,698
EXPENDITURE			
Bank charges		181	174
Consultants		3,575	300
Communications		7,030	8,740
Administration expenses		101,660	94,079
Professional Development	3	405,743	41,640
Representations		9,424	1,754
Scholarship Program		46,862	24,055
		574,475	170,742
Current year surplus (deficit) and other Comprehensive income		44,482	(27,044)

The accompanying notes form part of these financial statements.

Local Government Finance Professionals Association Inc

ASSETS AND LIABILITIES STATEMENT AS AT 30 SEPTEMBER 2023

	Note	2023 \$	2022 \$
ASSETS			
CURRENT ASSETS			
Cash on hand	4	242,078	478,085
Financial Assets	5	166,818	-
Prepayments		235,949	211,698
Other Receivable		-	3,300
TOTAL CURRENT ASSETS		<u>644,845</u>	<u>693,083</u>
TOTAL ASSETS		<u>644,845</u>	<u>693,083</u>
LIABILITIES			
CURRENT LIABILITIES			
Creditors	6	39,510	39,510
Contract Liabilities	6	321,287	405,439
Accrued Expenditure	6	2,274	1,304
Other Payables	6	16,537	26,075
TOTAL CURRENT LIABILITIES		<u>379,608</u>	<u>472,328</u>
TOTAL LIABILITIES		<u>379,608</u>	<u>472,328</u>
NET ASSETS		<u>265,237</u>	<u>220,755</u>
MEMBERS' FUNDS			
Opening Balance Equity		63,335	63,335
Retained Surplus		157,420	184,464
Net surplus/ (deficit)		44,482	(27,044)
TOTAL MEMBERS' FUNDS		<u>265,237</u>	<u>220,755</u>

The accompanying notes form part of these financial statements.

Local Government Finance Professionals Association Inc

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 SEPTEMBER 2023

	Note	Members' Funds \$	Retained Surplus \$	Total \$
<hr/>				
Balance at 1 October 2021		63,335	184,464	247,799
Net deficit for the year		-	(27,044)	(27,044)
Total comprehensive income/ (deficit) attributable to members of the Association for the year			(27,044)	(27,044)
Balance at 30 September 2022		63,335	157,420	220,755
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Balance at 1 October 2022		63,335	157,420	220,755
Net surplus for the year		-	44,482	44,482
Total comprehensive income attributable to members of the Association for the year		-	44,482	44,482
Balance at 30 September 2023		63,335	201,902	265,237

The accompanying notes form part of these financial statements.

Local Government Finance Professionals Association Inc

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 SEPTEMBER 2023

	Note	2023	2022
		\$	\$
CASHFLOWS FROM OPERATING ACTIVITIES			
Receipts from customers (GST inclusive)		531,111	510,808
Payments to suppliers (GST Inclusive)		(607,294)	(225,114)
Interest Received		6,994	29
NET CASH PROVIDED FROM / (USED IN) OPERATING ACTIVITIES		<u>(69,189)</u>	<u>285,723</u>
CASHFLOWS FROM INVESTING ACTIVITIES			
Purchase of financial asset		(166,818)	-
NET CASH PROVIDED FROM/ (USED IN) INVESTING ACTIVITIES		<u>(166,818)</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH HELD		(236,007)	285,723
CASH AT BEGINNING OF FINANCIAL YEAR		478,085	192,362
CASH AT END OF FINANCIAL YEAR		<u>242,078</u>	<u>478,085</u>
RECONCILIATION OF CASH			
CASH AT BANK		242,078	478,085
		<u>242,078</u>	<u>478,085</u>
RECONCILIATION OF CASH FLOWS FROM OPERATIONS WITH NET INCOME			
NET SURPLUS/ (DEFICIT)		44,482	(27,044)
(INCREASE) / DECREASE IN RECEIVABLES		3,300	(3,300)
(INCREASE) / DECREASE IN PREPAYMENTS AND OTHER ASSETS		(24,251)	(83,825)
INCREASE / (DECREASE) IN CONTRACT LIABILITY		(84,152)	370,439
INCREASE / (DECREASE) IN CREDITORS AND OTHER LIABILITIES		(8,568)	29,453
CASHFLOW FROM OPERATIONS		<u>(69,189)</u>	<u>285,723</u>

The accompanying notes form part of these financial statements.

Local Government Finance Professionals Association Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Reform Act 2012 Vic. The committee has determined that the Association is not a reporting entity.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

a. **Income Tax**

The Association is not registered for income tax as income is received from members and in the event of winding up the organisation it states that all surplus funds are transferred to another like not-for-profit organisation.

b. **Property, Plant and Equipment (PPE)**

The Association owns no Property, Plant or Equipment.

c. **Employee Provisions**

The Association has no employees.

d. **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 best estimate of the amounts required to settle the obligation at the end of the reporting period.

e. **Cash and cash equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

f. **Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Local Government Finance Professionals Association Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

g. Revenue and Other Income

Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Association expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Association have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Specific revenue streams

Contributions (members)

Contributions received throughout the year are recognised as income on a pro-rata basis. Contributions received relating to the subsequent year are recognised at year-end as contract liabilities, if any.

Professional Development Fees

Revenue is recognised when the event is held.

Sponsorship

Sponsorship revenue is recognised on an accruals basis when the Association is entitled to it.

h. Leases

The Association has no leases at 30 September 2023.

i. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

j. Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

Local Government Finance Professionals Association Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

k. **Accounts Payable and Other Payables**

Accounts payable 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 that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

l. **Contract liabilities**

Contract liabilities represent the incorporated association's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the incorporated association recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the incorporated association has transferred the goods or services to the customer.

Local Government Finance Professionals Association Inc

NOTE 2: INCOME - PROFESSIONAL DEVELOPMENT FEES	2023	2022
	\$	\$
Professional Development: AGM	26,864	15,045
Professional Development: Conferences	303,789	-
Professional Development: Seminars	82,600	32,782
Professional Development Levy	32,453	32,788
Total Income – Professional Development Fees	445,706	80,615

NOTE 3: EXPENDITURE - PROFESSIONAL DEVELOPMENT

Professional Development: AGM	32,191	15,348
Professional Development: Conferences	326,984	-
Professional Development: Seminars	46,569	26,292
Total Expenses – Professional Development Fees	405,744	41,640

NOTE 4: CASH AND CASH EQUIVALENTS

Cash on Hand- Commonwealth Bank	242,078	311,472
Term Deposit < 90 Days- Commonwealth Bank	-	166,613
Total Cash and Cash Equivalents	242,078	478,085

NOTE 5: FINANCIAL ASSETS

Term Deposit > 90 Days - Commonwealth Bank	166,818	-
Total Financial Assets	166,818	-

NOTE 6: CURRENT LIABILITIES

Creditors	39,510	39,510
Contract liabilities	321,287	405,439
Accrued Expenses	2,274	1,304
Other Payables	16,537	26,075
Total Current Liabilities	379,609	472,328

NOTE 7: SUBSEQUENT EVENTS

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

NOTE 8: CONTINGENT LIABILITIES

The Association had no contingent liabilities or assets as at 30 September 2023 and 30 September 2022.

Local Government Finance Professionals Association Inc

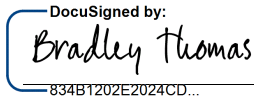
Associations Incorporation Reform Act 2012

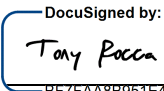
ss 94(2)(b), 97(2)(b) and 100(2)(b)

**ANNUAL STATEMENTS GIVE TRUE AND FAIR VIEW OF FINANCIAL POSITION AND
PERFORMANCE OF INCORPORATED ASSOCIATION**

We, Bradley Thomas and Tony Rocca, being members of the committee of Local Government Finance Professionals Association Inc., certify that:

The statements attached to this certificate give a true and fair view of the financial position and performance of Local Government Finance Professionals Association Inc. during and at the end of the financial year of the Association ended on 30 September 2023.

Signed: 
834B1202E2024CD...
Bradley Thomas
Dated: 12/1/2023

Signed: 
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Tony Rocca
Dated: 12/2/2023

Local Government Finance Professionals Association Inc

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LOCAL GOVERNMENT FINANCE PROFESSIONALS ASSOCIATION INC

We have audited the accompanying financial report, being a special purpose financial report, of Local Government Finance Professionals Association Inc. (the association), which comprises the committee's report, the assets and liabilities statement as at 30 September 2023, the income and expenditure statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

Committee's Responsibility for the Financial Report

The committee of Local Government Finance Professionals Association Inc. is responsible for the preparation and fair presentation of the financial report and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Victorian Association Reform Act 2012 and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation and fair presentation of the financial report, 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial report, in all material respects, the financial position of Local Government Finance Professionals Association Inc. as at 30 September 2023 and (of) its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the requirements of the Victorian Association Incorporation Reform Act 2012.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist Local Government Finance Professionals Association Inc. to meet the requirements of the Vic. As a result, the financial report may not be suitable for another purpose.

Auditor's signature:

Auditor's address:

Dated:

Local Government Finance Professionals Association Inc

CERTIFICATE BY MEMBERS OF THE COMMITTEE

I, Bradley Thomas of 4 Colrae Crt, Golden Square certify that:

- a. I attended the annual general meeting of the association held on.
- b. The financial statements for the year ended 30 September 2023 were submitted to the members of the association at its annual general meeting.

Dated this 1st day of December 2023

Bradley Thomas (Committee Member)