

ST VINCENT de PAUL SOCIETY (WA) INC
ABN 18 332 550 061

General Purpose Financial Report
For the year ended 30 June 2022


| CONTENTS | Page |
|--|-------------|
| Statement by the State Council | 2 |
| Independent Auditor's Report | 3 - 5 |
| Statement of Profit or Loss and Other Comprehensive Income | 6 |
| Statement of Financial Position | 7 |
| Statement of Changes in Capital Funds | 8 |
| Statement of Cash Flows | 9 |
| Notes to the Financial Statements | 10 - 27 |

ST VINCENT de PAUL SOCIETY (WA) INC
ABN 18 332 550 061
STATEMENT BY THE STATE COUNCIL


In the opinion of the State Council the financial statements and notes as set out on pages 6 to 27 are in accordance with the *Associations Incorporation Act 2015 (WA)* and the *Australian Charities and Not-for-profits Commission Act 2012* and:

1. comply with Australian Accounting Standards - Simplified Disclosures applicable to St Vincent de Paul Society (WA) Inc.;
2. give a true and fair view of the financial position of St Vincent de Paul Society (WA) Inc as at 30 June 2022 and its performance for the year ended on that date; and
3. at the date of this statement, there are reasonable grounds to believe that St Vincent de Paul Society (WA) Inc. will be able to pay its debts as and when they become due and payable.

This statement is made in accordance with sub-section 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013* and is signed for and on behalf of the State Council by:

Council Member.....

David Kennedy, State President

Council Member.....

Tinashe Kamangira, State Treasurer

Dated this the 13th day of October 2022

INDEPENDENT AUDITOR'S REPORT

To the members of St Vincent De Paul Society (WA) Inc

Report on the audit of the financial report

Qualified Opinion

We have audited the financial report of St Vincent De Paul Society (WA) Inc (the "Society"), which comprises the statement of financial position as at 30 June 2022, the statement of profit or loss and other comprehensive income, statement of changes in capital funds 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 State Council.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial report of St Vincent De Paul Society (WA) Inc, has been prepared in accordance with the *Associations Incorporation Act 2015 (WA)* and Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the Society's financial position as at 30 June 2022 and of its financial performance and its cash flows for the year then ended; and
- (b) complying with Australian Accounting Standards – Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Qualified Opinion

Cash from donations and other fundraising activities is a source of revenue for the Society. The State Council acknowledge the importance of a strong control environment and have implemented a number of controls to safeguard, at best and practically, the collection of cash donations and revenue from fundraising activities, although difficulty in achieving control over the completeness of revenue at their source prior to entry into the financial records is recognised. Accordingly, as the evidence available to us regarding revenue from these sources was limited, our audit procedures with respect to such revenue had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion on whether the cash revenue from Donations, Appeals and Fundraising of the Society are complete.

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 Society in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and 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 qualified opinion.

Responsibilities of the State Council for the Financial Report

The State Council is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures, the *Associations Incorporation Act 2015 (WA)*, *Australian Charities and Not-for-profits Commission Act 2012*, and the preparation of the financial report in accordance with Section 15(1) and 15(2) of the *WA Charitable Collections Act 1946 and Regulations 1947* (“the Act and Regulations”) and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the State Council is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the State Council either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

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 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 the 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 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 Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the State Council.
- Conclude on the appropriateness of the State Council'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 Society'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 Society 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 the State Council 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.

In addition, we have:

- Obtained an understanding of the internal control structure for fundraising appeal activities; and
- Examined on a test basis of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to *the Act and Regulations*.

We have not audited on a continuous basis the accounting records relied upon for reporting on fundraising appeal activities. These do not necessarily reflect accounting adjustments after the event or normal year-end financial adjustments required for the preparation of the financial report such as accruals, prepayments, provisioning and valuations.

Report on Other Legal and Regulatory Requirements


Opinion pursuant to the *Charitable Collections Act (WA) 1946* and *Charitable Collections Regulations (WA) 1947*

In our opinion, the Society has complied, in all material respects, with the requirements of the *Charitable Collections Act (WA) 1946* and *Charitable Collections Regulations (WA) 1947* for the year ended 30 June 2022.

Date: 13th October 2022
West Perth
Western Australia



DRY KIRKNESS



B ROTHMAN
Partner

ST VINCENT de PAUL SOCIETY (WA) INC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2022

| | NOTE | 2022 \$ | 2021 \$ |
|---|------|---------------------|---------------------|
| Revenue | 4 | | |
| Fundraising | | 4,108,336 | 3,637,375 |
| Government and Other Grant Funding | | 6,549,740 | 6,485,309 |
| Retail and Distribution Centre Sales | | 18,017,282 | 18,194,930 |
| Specialist Community Services Contributions | | 1,220,015 | 1,143,741 |
| Other | | 351,475 | 510,573 |
| Non-Operating Activities | | 3,156,367 | 1,530,780 |
| Non-Recurring Income | | 1,099,461 | 3,204,000 |
| Total Revenue | | <u>34,502,676</u> | <u>34,706,708</u> |
| Expenditure | | | |
| Fundraising, Public Relations and Communications | | (2,349,895) | (1,885,847) |
| Mission Enabling | | (1,354,502) | (933,591) |
| People in Need Services | | (7,489,251) | (6,988,377) |
| Retail and Distribution Centre | | (13,269,295) | (12,249,705) |
| Retail and Distribution Centre – Cost of Goods Sold | | (465,502) | (495,264) |
| Specialist Community Services | | (6,187,983) | (5,816,076) |
| Total Expenditure | 5 | <u>(31,116,428)</u> | <u>(28,368,860)</u> |
| Surplus for the year | | 3,386,248 | 6,337,848 |
| Other comprehensive income | | - | - |
| Total comprehensive income for the year | | <u>3,386,248</u> | <u>6,337,848</u> |

The accompanying notes form part of these financial statements

ST VINCENT de PAUL SOCIETY (WA) INC
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022

| | NOTE | 2022 \$ | 2021 \$ |
|--------------------------------------|--------|-------------------|-------------------|
| Assets | | | |
| Current Assets | | | |
| Cash and cash equivalents | 6 | 16,210,213 | 15,158,813 |
| Trade and other receivables | 7 | 246,633 | 403,813 |
| Inventories | 8 | 316,828 | 217,501 |
| Other Assets | 9 | 823,416 | 699,695 |
| Total Current Assets | | <u>17,597,090</u> | <u>16,479,822</u> |
| Non-Current Assets | | | |
| Property, plant and equipment | 10 | 22,558,260 | 19,459,824 |
| Right of use assets | 11a | 11,516,975 | 12,242,743 |
| Total Non-Current Assets | | <u>34,075,235</u> | <u>31,702,567</u> |
| Total Assets | | <u>51,672,325</u> | <u>48,182,389</u> |
| Liabilities | | | |
| Current Liabilities | | | |
| Trade and other payables | 12 | 2,597,900 | 2,107,211 |
| Provisions | 13 (a) | 1,719,227 | 1,711,543 |
| Lease liabilities | 11 (b) | 2,475,465 | 2,348,438 |
| Total Current Liabilities | | <u>6,792,592</u> | <u>6,167,192</u> |
| Non-Current Liabilities | | | |
| Lease liabilities | 11 (b) | 9,642,450 | 10,339,742 |
| Provisions | 13 (b) | 1,586,750 | 1,411,170 |
| Total Non-Current Liabilities | | <u>11,229,200</u> | <u>11,750,912</u> |
| Total Liabilities | | <u>18,021,792</u> | <u>17,918,104</u> |
| Net Assets | | <u>33,650,533</u> | <u>30,264,285</u> |
| Capital Funds | | | |
| Accumulated funds | | <u>33,650,533</u> | <u>30,264,285</u> |
| Total Capital Funds | | <u>33,650,533</u> | <u>30,264,285</u> |

The accompanying notes form part of these financial statements

**ST VINCENT de PAUL SOCIETY (WA) INC
STATEMENT OF CHANGES IN CAPITAL FUNDS
FOR THE YEAR ENDED 30 JUNE 2022**

| | Accumulated Funds | Total Capital Funds |
|--|------------------------------|------------------------------------|
| | \$ | \$ |
| Balance at 30 June 2020 | 23,926,437 | 23,926,437 |
| Surplus attributable to the Society | 6,337,848 | 6,337,848 |
| Balance at 30 June 2021 | <u>30,264,285</u> | <u>30,264,285</u> |
| Surplus attributable to the Society | 3,386,248 | 3,386,248 |
| Balance at 30 June 2022 | <u><u>33,650,533</u></u> | <u><u>33,650,533</u></u> |

The accompanying notes form part of these financial statements

ST VINCENT de PAUL SOCIETY (WA) INC
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2022

| | NOTE | 2022 \$ | 2021 \$ |
|---|-------|--------------------|--------------------|
| Cash flows from operating activities: | | | |
| Receipts from customers and funding bodies (Inc. GST) | | 33,126,376 | 34,365,935 |
| Interest income | | 39,628 | 23,607 |
| Payments to clients, suppliers and employees (Inc. GST) | | (26,765,477) | (24,383,952) |
| Short-term, low value and variable lease payments | | (888,124) | (682,539) |
| Interest expenses on lease liabilities | | (425,935) | (491,670) |
| Net cash flows provided by operating activities | 14(a) | <u>5,086,468</u> | <u>8,831,381</u> |
| Cash flows from investing activities: | | | |
| Proceeds from sale of property, plant and equipment | | 225,140 | 2,260,156 |
| Purchase of property, plant and equipment | | (1,902,962) | (1,272,572) |
| Net cash flows (used in)/generated from investing activities | | <u>(1,677,822)</u> | <u>987,584</u> |
| Cash flows from financing activities: | | | |
| Repayment of lease liabilities-principal | | (2,357,246) | (2,123,471) |
| Net cash flows used in financing activities | | <u>(2,357,246)</u> | <u>(2,123,471)</u> |
| Net increase in cash and cash equivalents | | 1,051,400 | 7,695,494 |
| Cash and cash equivalents at the beginning of the financial year | | <u>15,158,813</u> | <u>7,463,319</u> |
| Cash and cash equivalents at the end of the financial year | 14(b) | <u>16,210,213</u> | <u>15,158,813</u> |

The accompanying notes form part of these financial statements

**ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

St Vincent de Paul Society (WA) Inc (the 'Society'), working in Australia since 1865, is an independent, volunteer based, charitable organisation operating within the ethos of the Catholic Church. The Society mission is to serve the poor and disadvantaged of any nature, gender, creed, race or nationality on a person-to-person basis. The Society is an association incorporated in Western Australia and operating pursuant to the *Associations Incorporation Act 2015 (WA)*.

NOTE 1 BASIS OF PREPARATION

The Society applies Australian Accounting Standards – Simplified Disclosures as set out in AASB 1053: Application of Tiers of Australian Accounting Standards.

The financial statements are Tier 2 general purpose financial statements that have been prepared in accordance with Australian Accounting Standard – Simplified Disclosures of the Australian Accounting Standards Board (AASB) and the *Australian Charities and Not-for-profits Commission Act 2012*. The State Council has determined that the Society is not publicly accountable.

The Society is a not-for-profit public benevolent organisation and receives a principal part of its income from donations, as cash or in kind. The Society is a deductible gift recipient (DGR).

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

NOTE 2 NEW STANDARDS AND AMENDMENTS TO AASB ADOPTED FOR THE CURRENT YEAR

Initial adoption of AASB 1060: *General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities*

The Society has adopted AASB 1060: *General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* for the first time this reporting period. The Standard which sets out a new separate disclosure Standard to be applied by all entities that are reporting under Tier 2 of the Differential Reporting Framework in AASB 1053: *Application of Tiers of Australian Accounting*, replaces the previous Reduced Disclosure Requirements (RDR) framework. The application of this standard has resulted in reductions in disclosures compared to RDR in Revenue, Leases and Financial Instruments; however, has resulted in new and/or increased disclosures in areas such as Audit Fees and Related Parties.

AASB 2020-7: *Amendments to Australian Accounting Standards – Covid-19-Related Rent Concessions: Tier 2 Disclosures*

The amendment amends AASB 16 to extend by one year, the application of the practical expedient added to AASB 16 regarding COVID-19 related rent concessions. The practical expedient permits lessees not to assess whether rent concessions that occur as a direct consequence of the COVID-19 pandemic and meet specified conditions are lease modifications and instead, to account for those rent concessions as if they were not lease modifications.

**ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following significant accounting policies which are consistent with the previous year unless otherwise stated, have been adopted in the preparation of this financial report. The amounts presented in the financial statements have been rounded to the nearest dollar.

(a) Income Tax

The Society is exempt from Income Tax under Subdivision 50-5 of the *Income Tax Assessment Act 1997*.

(b) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and deposits held at-call with banks, other short term highly liquid investments with original maturities of 11 months or less and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities in the Statement of Financial Position.

For the purpose of the Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above.

(c) Property, Plant and Equipment

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

Property

Freehold land and buildings are carried at cost less depreciation for buildings and any accumulated impairment losses. Properties acquired by donations or bequest have been brought to account based on independent valuation.

Plant and Equipment

Purchased plant and equipment is carried at cost less depreciation.

Repairs and maintenance are recognised as expenses in profit or loss during the financial year in which they are incurred.

Depreciation

Depreciation is calculated on a straight-line basis to write off the net cost or other revalued amount of each asset over its expected useful life to the Society to its residual value, except leasehold improvements, which are over the shorter of the estimated useful life of the asset or the term of the lease, as follows:

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

| <i>Class of Fixed Asset</i> | <i>Depreciation Rate</i> |
|--------------------------------|--------------------------|
| Buildings | 2.5% on historical cost |
| Building improvements | 10% - 20% |
| Furniture, plant and equipment | 10% - 100% |
| Computer equipment | 20% - 50% |
| Motor vehicles | 20% |

**ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(c) Property, Plant and Equipment (cont.)

Building improvements situated on leasehold land are depreciated over five years and/or over the term of the lease, whichever is the lesser.

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. Grant funded assets are fully depreciated upon acquisition.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are recognised in the Statement of Profit or Loss in the period in which they occur.

(d) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Society becomes a party to the contractual provisions to the instrument. For financial assets, this is the date that the Society commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the 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 Society classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through other comprehensive income equity instrument (FVOCI equity)
- fair value through profit or loss (FVTPL)

Financial assets are not reclassified subsequent to their initial recognition unless the Society changes its business model for managing 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 that are solely payments of principal and interest on the principal amount outstanding.

**ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(d) Financial Instruments (cont.)

The Society's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents 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 and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Trade receivables:

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Society has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default. The amount of the impairment is recorded in a separate allowance account with the loss being recognised in profit or loss. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Other financial assets measured at amortised cost:

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised.

Fair Value through profit or loss

All financial assets not classified as measured at amortised cost or fair value through other comprehensive income or equity are measured at FVTPL.

Financial liabilities

The Society 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 Society comprise trade and other payables.

Derecognition

Financial assets are derecognised when the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised when the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed is recognised in profit or loss.

(e) Leases

At the inception of a contract, the Society assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Society as a lessee

The Society recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets if there are leases present. However, all contracts that are classified as short-term leases (lease 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 non-lease components included in the lease agreement have been separated and are recognised as an expense as incurred.

ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(e) Leases (cont.)

Right of use asset

Right of use assets are recognised at the commencement date of the lease (i.e. the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and any impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right of use assets are depreciated on a straight-line basis over the shorter of the lease terms and the estimated useful lives of the assets as follows:

Buildings 3 to 13 years

If ownership of the leased asset transfers to the Society by the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

Lease liabilities

Lease liabilities are recognised at the commencement date of the lease at the present value of lease payments to be made over the lease term. The lease payments included in the measurement of the lease liability are as follows:

- fixed payments (including in-substance fixed payments) less any lease incentives receivable;
- variable lease payments that depend on an index or a rate, initially measured using the index or rate at the commencement date;
- the amounts expected to be payable by the lessee under residual value guarantees;
- the exercise price of a purchase option reasonably certain to be exercised by the Society;
- lease payments under extension options if the lessee is reasonably certain to exercise the options; and
- payments of penalties for termination of a lease, if the lease term reflects the Society exercising the option to terminate the lease.

The variable lease payments that do not depend on an index or a rate are recognised as an expense in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Society uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in lease payments (e.g., a change to future lease payments resulting from a change in an index or rate) or a change in assessment of an option to purchase the underlying asset.

Adoption of short-term leases or low value assets exemptions

The Society has elected to apply the recognition exemption to its short-term leases of offices (i.e. leases with a term of a lease term of 12 months or less from the commencement date and do not contain a purchase option) and leases of low-value assets. The Society has also elected to apply the recognition exemption for leases of low-value assets to leases of photocopiers that are considered to be of low value.

Lease payments on short-term leases and leases of low-value assets are recognised as an expense on a straight-line basis over the lease term.

ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(e) Leases (cont.)

Concessionary leases

For leases that have significantly below-market terms and conditions principally to enable the Society to further its objectives (commonly known as peppercorn/concessionary leases), the Society has adopted the temporary relief under AASB 2018-8 and measures the right of use assets at cost on initial recognition.

(f) Impairment of Assets

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying values may not be recoverable. If such an indication exists and where the carrying values exceed the estimated recoverable amount, the assets are written down to their recoverable amount.

At each reporting date, the Society reviews several factors affecting property, plant and equipment, including their carrying values, to determine if these assets may be impaired. Any excess of the asset's carrying value over its recoverable amounts is recognised immediately in profit or loss as an impairment expense.

Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

When an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have determined had no impairment loss been recognised for the asset in prior years. A reversal of an impaired loss is recognised immediately in the Statement of Profit or Loss unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

(g) Inventories

Inventories as disclosed in the Statement of Financial Position represents stocks of consumables for either use in the provision of services or for sale.

Donated goods for resale which are held at various store locations are not recognised in the Statement of Financial Position as the value cannot be reliably measured, and the Society has adopted, as a practical expedient, to only recognise donated inventory at current replacement cost, if the individual items are material.

(h) Employee Benefits

Wages, salaries, annual leave and personal leave

Liabilities for wages, salaries and annual leave expected to be settled within 12 months of the reporting date represent present obligations resulting from employees' services provided up to the reporting date, calculated at undiscounted amounts based on remuneration wage and salary rates that the Society expects to pay as at reporting date including on-costs.

Personal leave is non-vesting and has not been provided for.

**ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(h) Employee Benefits (cont.)

Long service leave

The provision for long service leave represents the present value of the estimated future cash outflows to be made resulting from employees' services provided up to reporting date. The provision is calculated using expected future increases in wage and salary rates including related on-costs and are discounted using the rates attaching to corporate bonds at reporting date which most closely match the terms of maturity of the related liabilities.

Superannuation

The Society contributes to complying funds at the required rate of the employees' wages and salaries. Superannuation contributions are recognised as an expense when incurred.

(i) 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 Society during the reporting period that remain unpaid. The balance is recognised as a current liability with the amount normally paid within 30 days of recognition of the liability.

(j) Provisions

Provision for Maintenance

Provisions for building and cyclical maintenance are raised in accordance with the requirements of the funding agreements with the Department of Housing. Expenditure incurred in connection with such maintenance is charged against the provision.

(k) Revenue

The Society has applied AASB 15 *Revenue from Contracts with Customers* ("AASB 15") and AASB 1058 *Income of Not-for-Profit Entities* ("AASB 1058").

AASB 15 requires revenue to be recognised when control of a promised good or service is passed to the customer at an amount which reflects the expected consideration. 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
5. Recognise revenue

Retail sales are recognised when goods are purchased by customers.

Revenue from cash vouchers or Vault cards is recognised as income when the voucher or Vault card is redeemed by the customer to acquire goods.

Board and lodging revenue is recognised as the services are rendered.

**ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(k) Revenue (cont.)

Operating grants, donations and bequests:

When the Society receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15. When these conditions are satisfied, the Society:

- identifies each performance obligation relating to the grant;
- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Where the contracts are not enforceable or the performance obligations are not sufficiently specific, this will result in immediate income recognition under AASB 1058.

Fundraising income is recognised when it is recorded in the Society's books.

The Society receives assets from the government and other parties for nil or nominal consideration in order to further its objectives. The Society recognises income immediately in profit or loss as the difference between the fair value of the asset and any related amounts.

A large number of volunteers have donated significant amounts of their time to the Society for assisting in the delivery of programs, fundraising campaigns and management. The value of these donated services is not recognised in the accompanying financial report as no objective basis is available to measure the value of such services.

Income from government COVID - 19 subsidies is recognised in profit or loss when the Society obtains control of the subsidies as the criteria for the subsidies are not sufficiently specific to apply AASB 15 and are recognised under AASB 1058.

Interest revenue is recognised as it accrues.

(l) 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. 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.

(m) Critical Accounting Estimates and Judgements

Management evaluates estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Society. Actual results may differ from the estimates. Estimates and underlying assumptions are reviewed on an ongoing basis.

**ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(m) Critical Accounting Estimates and Judgements (cont.)

Key judgments - lease term and option to extend under AASB 16

The lease term is defined as the non-cancellable period of a lease together with both periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option; and also periods covered by an option to terminate the lease if the lessee is reasonably certain not to exercise that option. The options that are reasonably going to be exercised is a key management judgement that the Society will make. The Society determines the likelihood to exercise the options on a lease-by-lease basis looking at various factors such as which assets are strategic and which are key to the future strategy of the Society.

Key judgments - performance obligations under AASB 15

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/ type, cost/ value, quantity and the period of transfer related to the goods or services promised.

Key estimates - Provisions for maintenance

The Society determines the provision for maintenance at each reporting period in terms of funding agreements (refer note 3 (j)).

Key estimates - Provisions for employee benefits

Provision for employee benefits payable after 12 months from the reporting date are based on future wages and salary levels, experience of employee departures and periods of services, as discussed in note 3(h). The amount of these provisions would change should any of these factors change in the next 12 months.

Key judgements - Impairment of receivables

No impairment of receivables has been made at 30 June 2022, as all outstanding debts are expected to be received in due course.

ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

| | 2022 \$ | 2021 \$ |
|---|--------------------------|--------------------------|
| NOTE 4 REVENUE | | |
| Operating Activities: | | |
| Fundraising | 4,108,336 | 3,637,375 |
| Government and Other Grant Funding | 6,549,740 | 6,485,309 |
| Retail and Distribution Centre Sales | 18,017,282 | 18,194,930 |
| Specialist Community Services Contributions | 1,220,015 | 1,143,741 |
| Other revenue | 351,475 | 510,573 |
| | <u>30,246,848</u> | <u>29,971,928</u> |
| Non-Operating Activities: | | |
| Bequests including assets contributed | 3,028,989 | 843,592 |
| Gain on sale of property, plant and equipment | 87,750 | 381,467 |
| Interest | 39,628 | 23,607 |
| Non-recurrent grants | 1,099,461 | 282,114 |
| | <u>4,255,828</u> | <u>1,530,780</u> |
| Non-Recurring Activities: | | |
| Jobkeeper Receipts | - | 1,704,000 |
| Reversal of Impairment | - | 1,500,000 |
| | <u>-</u> | <u>3,204,000</u> |
| TOTAL REVENUE | <u><u>34,502,676</u></u> | <u><u>34,706,708</u></u> |

NOTE 5 SURPLUS FOR THE YEAR

(a) Surplus has been determined after charging the following specific expenses:

| | | |
|---|------------------|------------------|
| Employee Benefit – Superannuation | 1,383,729 | 1,217,471 |
| Depreciation of property, plant and equipment | 1,167,135 | 1,216,267 |
| Depreciation of right of use assets | 2,537,749 | 2,516,817 |
| Short-term, low value and variable lease expenses | 888,124 | 682,539 |
| Impairment of property held for sale | - | 110,187 |
| Interest expense on lease liabilities | 425,935 | 491,670 |
| Bad and doubtful debts | 1,778 | 4,226 |
| | <u>6,404,450</u> | <u>6,239,177</u> |

(b) The results for the year were affected by the following significant items of revenue:

| | | |
|---|------------------|------------------|
| Bequests | 3,028,989 | 843,592 |
| Reversal of Impairment | - | 1,500,000 |
| Gain on Sale of property, plant and equipment | 87,750 | 381,467 |
| | <u>3,116,739</u> | <u>2,725,059</u> |

ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

| | | 2022 | 2021 |
|----------------|--------------------------------------|--------------------|--------------------|
| | | \$ | \$ |
| NOTE 6 | CASH AND CASH EQUIVALENTS | | |
| | Cash on hand | 20,410 | 19,310 |
| | Cash at bank | 9,386,915 | 8,339,503 |
| | Term deposits | 6,802,888 | 6,800,000 |
| | | <u>16,210,213</u> | <u>15,158,813</u> |
| NOTE 7 | TRADE AND OTHER RECEIVABLES | | |
| | Trade receivables | 158,350 | 291,797 |
| | GST | 88,283 | 112,016 |
| | | <u>246,633</u> | <u>403,813</u> |
| NOTE 8 | INVENTORIES | | |
| | | <u>316,828</u> | <u>217,501</u> |
| | | <u>316,828</u> | <u>217,501</u> |
| NOTE 9 | OTHER ASSETS | | |
| | Prepayments | 645,905 | 543,634 |
| | Bonds | 174,280 | 156,061 |
| | Accrued Revenue | 3,231 | - |
| | | <u>823,416</u> | <u>699,695</u> |
| NOTE 10 | PROPERTY, PLANT AND EQUIPMENT | | |
| | WORK IN PROGRESS | | |
| | | <u>4,945</u> | <u>10,823</u> |
| | | <u>4,945</u> | <u>10,823</u> |
| | LAND AND BUILDINGS | | |
| | At cost | 22,013,050 | 18,724,862 |
| | Less: Accumulated depreciation | <u>(1,814,975)</u> | <u>(1,542,613)</u> |
| | | <u>20,198,075</u> | <u>17,182,249</u> |
| | PLANT AND EQUIPMENT | | |
| | At cost | 5,113,443 | 4,661,110 |
| | Less: Accumulated depreciation | <u>(4,089,179)</u> | <u>(3,593,139)</u> |
| | | <u>1,024,264</u> | <u>1,067,971</u> |
| | MOTOR VEHICLES | | |
| | At cost | 1,916,890 | 1,808,909 |
| | Less: Accumulated depreciation | <u>(985,817)</u> | <u>(939,173)</u> |
| | | <u>931,073</u> | <u>869,736</u> |

ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

| | 2022 \$ | 2021 \$ |
|--|-------------------|-------------------|
| NOTE 10 PROPERTY, PLANT AND EQUIPMENT | | |
| (Cont.) | | |
| OFFICE AND COMPUTER EQUIPMENT | | |
| At cost | 946,366 | 755,452 |
| Less: Accumulated depreciation | (546,463) | (426,407) |
| | <u>399,903</u> | <u>329,045</u> |
| | <u>22,558,260</u> | <u>19,459,824</u> |

Movements in carrying amounts

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

| | Work in Progress | Land and Buildings | Plant and Equipment | Motor Vehicles | Office and Computer Equipment | Total |
|-----------------------------------|---------------------|-----------------------|------------------------|-------------------|-------------------------------------|-------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Net book value at 1 July 2021 | 10,823 | 17,182,249 | 1,067,971 | 869,736 | 329,045 | 19,459,824 |
| Additions | 149,792 | 3,288,188 | 341,373 | 494,978 | 202,714 | 4,477,045 |
| Disposals | - | - | (23,801) | (175,421) | (12,252) | (211,474) |
| Transfer | (155,670) | - | 155,670 | - | - | - |
| Depreciation | - | (272,362) | (516,949) | (258,220) | (119,604) | (1,167,135) |
| Net book value at 30 June 2022 | <u>4,945</u> | <u>20,198,075</u> | <u>1,024,264</u> | <u>931,073</u> | <u>399,903</u> | <u>22,558,260</u> |

Included in land and buildings are joint venture properties developed jointly by the Society and the Department of Housing. Under the terms of the Housing Joint Venture Lease Agreements, the Society shall not mortgage, charge, encumber or create any security over its interest without the prior written consent of the Department of Housing. The lease terms of the Agreements are 25 years, where after each party to the agreements has the option to purchase the other party's equitable interest in the joint venture at market value.

ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 11 RIGHT OF USE ASSETS AND LEASE LIABILITIES

The Society has lease contracts for various properties used in its retail operations. Leases of properties generally have lease terms between 3 and 13 years.

(a) Right of use assets

| | 2022 | 2021 |
|--------------------------|--------------------|--------------------|
| | \$ | \$ |
| NON - CURRENT | | |
| Leased properties | 18,774,029 | 16,962,048 |
| Accumulated Depreciation | <u>(7,257,054)</u> | <u>(4,719,305)</u> |
| | <u>11,516,975</u> | <u>12,242,743</u> |

Movement in carrying amounts:

| | |
|---|-------------------|
| Net book value as at 1 July 2021 | 12,242,743 |
| Depreciation | (2,537,749) |
| Additions | 1,660,994 |
| Additions to right-of-use asset due to changes in lease liabilities | <u>150,987</u> |
| Net book value as at 30 June 2022 | <u>11,516,975</u> |

(b) Lease liabilities

| | 2022 | 2021 |
|----------------------|------------------|-------------------|
| | \$ | \$ |
| CURRENT | | |
| Lease Liabilities | <u>2,475,465</u> | <u>2,348,438</u> |
| | <u>2,475,465</u> | <u>2,348,438</u> |
| NON - CURRENT | | |
| Lease Liabilities | <u>9,642,450</u> | <u>10,339,742</u> |
| | <u>9,642,450</u> | <u>10,339,742</u> |

(c) Amounts recognised in the Statement of Profit or Loss and Other Comprehensive Income

The amounts recognised in the statement of profit or loss and other comprehensive income relating to leases where the Society is a lessee are shown below:

| | 2022 | 2021 |
|---|------------------|------------------|
| | \$ | \$ |
| Interest expense on Lease liabilities | 425,935 | 491,620 |
| Expense relating to short-term leases and other leases with remaining lease terms ended before 30 June 2022 | 2,372 | 6,550 |
| Variable Lease payments not included in the measurement of lease liabilities | 737,312 | 608,212 |
| Depreciation of right-of-use assets | 2,537,749 | 2,516,817 |
| Expense relating to leases of low-value assets | <u>150,812</u> | <u>67,777</u> |
| | <u>3,116,868</u> | <u>3,691,026</u> |

ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 11 RIGHT OF USE ASSETS AND LEASE LIABILITIES (Cont.)

(d) Total future lease payment at the end of the reporting period

| | 2022 | 2021 |
|-----------------------------|-------------------|-------------------|
| | \$ | \$ |
| No Later than 1 year | 2,849,089 | 2,749,081 |
| Between 1 to 5 years | 7,285,583 | 7,831,935 |
| Greater than 5 years | 3,397,302 | 3,613,658 |
| Total future lease payments | <u>13,531,974</u> | <u>14,194,674</u> |

NOTE 12 TRADE AND OTHER PAYABLES

| | | |
|-------------------------------------|------------------|------------------|
| Trade payables | 554,626 | 413,006 |
| PAYG/GST payable | 2,396 | 1,456 |
| Other payables and accrued expenses | 605,691 | 503,766 |
| Contract liabilities | 1,435,187 | 1,188,983 |
| | <u>2,597,900</u> | <u>2,107,211</u> |

Grants are enforceable and have sufficiently specific performance obligations in accordance with AASB 15. The amount received at that point in time is recognised as a contract liability until the performance obligations have been satisfied.

NOTE 13 PROVISIONS

(a) CURRENT

| | | |
|-------------------------------|------------------|------------------|
| Annual and Long Service Leave | 1,565,227 | 1,572,043 |
| Property Maintenance | 154,000 | 139,500 |
| Total Current Provisions | <u>1,719,227</u> | <u>1,711,543</u> |

(b) NON-CURRENT

| | | |
|------------------------------|------------------|------------------|
| Long Service Leave | 488,750 | 539,750 |
| Leasing Make Good Provision | 672,000 | 647,000 |
| Property Maintenance | 426,000 | 224,420 |
| Total Non-Current Provisions | <u>1,586,750</u> | <u>1,411,170</u> |
| Total Provisions | <u>3,305,977</u> | <u>3,122,713</u> |

ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

| | 2022 | 2021 |
|--|------------------|------------------|
| | \$ | \$ |
| NOTE 14 NOTES TO THE STATEMENT OF CASH FLOWS | | |
| (a) Reconciliation of net cash flows from operating activities | | |
| Surplus/(deficit) / from ordinary activities | 3,386,248 | 6,337,848 |
| Non-cash flows in surplus/(deficit) from ordinary activities: | | |
| Depreciation and amortisation | 1,167,135 | 1,216,267 |
| Amortisation of right of use assets | 2,537,749 | 2,516,817 |
| Gain on sale of property, plant and equipment | (87,750) | (381,467) |
| Bad debts | 1,778 | 4,226 |
| Reverse of Impairment | - | (1,500,000) |
| Impairment of Property held for Sale | - | 110,187 |
| Non-Cash Donation of property | (2,500,000) | |
| Changes in assets and liabilities: | | |
| Decrease/(Increase) in receivables | 156,343 | (173,145) |
| Decrease/(Increase) in prepayments | (102,271) | 147,999 |
| Decrease/(Increase) in inventories | (99,327) | (81,327) |
| Decrease/(Increase) in other current assets | (21,450) | 965,909 |
| (Decrease)/Increase in payables | 243,545 | (429,392) |
| (Decrease)/Increase in unspent grants | 246,204 | (146,960) |
| Increase in provisions | 158,264 | 244,419 |
| Net cash provided by operating activities | <u>5,086,468</u> | <u>8,831,381</u> |

(b) Reconciliation of cash and cash equivalents

Cash and cash equivalents at the end of the financial year, as shown in the Statement of Cash Flows, is reconciled to items in the Statement of Financial Position as follows:

| | | |
|---------------|-------------------|-------------------|
| Cash on hand | 20,410 | 19,310 |
| Cash at bank | 9,386,915 | 8,339,503 |
| Term deposits | 6,802,888 | 6,800,000 |
| | <u>16,210,213</u> | <u>15,158,813</u> |

**ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

NOTE 14 NOTES TO THE STATEMENT OF CASH FLOWS (cont.)

| | 2022 |
|--|-------------|
| | \$ |
| <i>Financing Facilities Available</i> | |
| At reporting date, the following financing facilities were available: | |
| Total Facilities available at reporting date | |
| - Corporate credit card facility | 150,000 |
| Facilities unused at reporting date | |
| - Corporate credit card facility | 67,581 |
| Facilities available at reporting date | |
| - Secured Line of Credit | 2,000,000 |
| The line of credit is secured by mortgage over three of the Society's buildings and freehold land. | |

NOTE 15 RELATED PARTY TRANSACTIONS

- (a) Members of State Council act in a voluntary capacity and do not receive any remuneration for their services. As part of the role the State President is entitled to a fully maintained Society vehicle or a vehicle allowance towards the provision of her own vehicle and associated running costs. The current State President receives an allowance of \$13,398 per annum, the payment of this allowance received full approval of State Council.

| | 2022 | 2021 |
|--|-------------|-------------|
| | \$ | \$ |
| (b) Transactions between related parties are detailed below: | | |
| Receipts from: | | |
| - Drought Community Support Initiative | - | 86,415 |
| | - | 86,415 |
| Payments to: | | |
| - National Office levies | 301,983 | 155,337 |
| | 301,893 | 155,337 |
| (c) Key Management Personnel Compensation | | |
| Salary | 833,861 | 834,540 |
| Employee benefits | 135,183 | 147,309 |
| | 969,044 | 981,849 |

NOTE 16 AUDIT FEES

| | | |
|--------------------------------------|--------|--------|
| Fees relating to Financial Year 2020 | - | 17,797 |
| Fees relating to Financial Year 2021 | 18,841 | 7,500 |
| Fees relating to Financial Year 2022 | 28,000 | - |
| | 46,841 | 25,297 |

ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 17 ECONOMIC DEPENDENCY

A significant portion of the Society's revenue is provided by donations, retail outlets sale of donated goods plus Government funding.

NOTE 18 FINANCIAL RISK MANAGEMENT

The Society's financial instruments consist mainly of cash at bank, trade and other receivables, short term deposits, accounts payables and lease liabilities. The totals for each category of financial instruments, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements, are as follows

| | | 2022 \$ | 2021 \$ |
|--|-------------|-------------------|-------------------|
| Financial Assets | Note | | |
| Cash and cash equivalents | (6) | 16,210,213 | 15,158,813 |
| Trade receivables | (7) | <u>158,350</u> | <u>291,797</u> |
| | | <u>16,368,563</u> | <u>15,450,610</u> |
| Financial Liabilities | | | |
| Financial liabilities at amortised cost: | | | |
| Trade and other payables | (12) | 1,160,317 | 916,773 |
| Lease liabilities | (11) | <u>12,117,915</u> | <u>12,688,180</u> |
| | | <u>13,278,232</u> | <u>13,604,953</u> |

Cash and cash equivalents, trade and other receivables, and trade and other payables are short-term instruments in nature whose carrying amounts are equivalent to their fair values.

Term receivables reprice to market interest rates every three months, ensuring carrying amounts approximate fair value.

NOTE 19 EVENTS OCCURRING AFTER THE REPORTING DATE

The financial report was authorised for issue on 13 October 2022 by the State Council.

Management has considered the consequences of COVID-19 and other events and conditions, and it has determined that they do not create a material uncertainty that casts significant doubt upon the Society's ability to continue as a going concern.

**ST VINCENT de PAUL SOCIETY (WA) INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

NOTE 20 ENTITY DETAILS

The registered office of the entity is:
Ozanam House
9 Brewer Road
Canning Vale
Western Australia 6155

The principal place of business is:
Ozanam House
9 Brewer Road
Canning Vale
Western Australia 6155