



SCIENCE TEACHERS' ASSOCIATION OF VICTORIA INC

SPECIAL PURPOSE FINANCIAL REPORT

YEAR ENDING 30 JUNE 2020

ABN 59 004 145 329

**Science Teachers' Association of Victoria Inc
2020 Special Purpose Financial Report
Year ended 30 June 2020**

Councillors' Report

The councillors of the Association are pleased to present their report for the financial year ended 30 June 2020.

Councillors

The names of the councillors in office at the date of this report are:

Alexandra Abela (STAV President)
Fiona Trapani (STAV Vice president)
Dr Robert Roe (Treasurer)
Alyce Holland (STAV Honorary Secretary)
Michael Rosenbrock
Dale Carroll
Georgia Lumb
Dr Peta White
Adele Hudson

Operating Result

The financial results of the Association saw the financial year close with a deficit of \$35,669 (2019 deficit \$26,459).

Review of Operations

A review of operations of the Association during the financial year and the results of those operations found that during the year, the Association continued to engage in its principal activity, the result of which are disclosed in the attached financial statements.

Significant Changes in State of Affairs

During the year there was no significant change in the nature of the Association's Activities. However, COVID-19 the infectious disease caused by a new coronavirus discovered in 2019 did impact the operations. This included, inability to hold some face to face events, reduced corporate or individual donations, reduced volunteer activities and impact on other projects and initiatives.

Principal Activity

The principal activity of Science Teachers' Association of Victoria Inc is to promote the interests of science teachers and the teaching of science in the State of Victoria. No significant change in the nature of these activities occurred during the year.

After Balance Date Events

COVID-19 the infectious disease caused by a new coronavirus discovered in 2019 and associated state government restrictions and lockdown have affected and may continue to affect the operations of the entity, the results of those operations, or the state of affairs of the entity in future financial years.

Likely Developments

As at the date of this report, no decision had been made which would change the present status and level of operations and hence there are no likely developments in the entity's operations.

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Councillors' Report (Continued)

Environmental Issues

The Association's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

Councillors' Benefits

All councillors serve the Association in an honorary capacity. No councillors received or became entitled to receive during or since the end of the financial year a benefit because of a contract made by the Association or with a firm of which a councillor is a member, or an entity in which a councillor has a substantial financial interest.

Indemnification of Officers or Auditor

The entity holds insurance in respect to those persons whilst legitimately performing their duties. The entity indemnifies those persons against any liability incurred during the course of executing their duties on behalf of the entity with the exception if those persons are found to be in breach of his/her obligations under the law. The entity has not entered into an agreement to indemnify its auditors.

During and since the end of the financial year the entity has paid or maintained a premium under a contract insuring those persons against any liabilities incurred in those capacities except where the liability arises out of a wrongful act as defined by the policy. Particulars of the insurance cannot be disclosed without the permission of the insurer.

Proceedings on Behalf of the Association

No person has applied for leave of Court to bring proceedings on behalf of the Association or intervene in any proceedings to which the Association is a party for the purpose of taking responsibility on behalf of the Association for all or any part of those proceedings. The Association was not a party to any such proceedings during the year.

Auditor's Independence Declaration

The auditor's independence declaration has been received and can be found at the end of this report.

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



Alexandra Abela (President)



Fiona Trapani (Vice President)

Date this 14th day of October 2020

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STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
INCOME		
Membership income	69,641	70,989
Journal advertising	11,304	13,251
Interest received	68	282
Other income	75,577	93,847
Contribution from Science Victoria	225,123	287,670
Grants	5,091	5,091
	<u>386,804</u>	<u>471,130</u>
EXPENDITURE		
Membership subscription costs	796	800
Office expenses	96,630	92,158
Remuneration costs	232,088	230,938
IT operation expenses	9,887	8,169
Depreciation	14,007	14,369
Journals and technical	14,431	15,190
ASTA affiliation	28,546	30,829
Telephone	7,993	7,804
Grants	14,528	92,480
Other	3,567	4,852
	<u>422,473</u>	<u>497,589</u>
Operating surplus / (deficit) before income tax	(35,669)	(26,459)
Income tax expense	-	-
SURPLUS / (DEFICIT) AT THE END OF THE FINANCIAL YEAR	<u>(35,669)</u>	<u>(26,459)</u>

The accompanying notes form part of this financial report

**Science Teachers' Association of Victoria Inc
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STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020

	Note	2020 \$	2019 \$
CURRENT ASSETS			
Cash and cash equivalents	3	211,479	98,854
Trade and other receivables	4	60,926	117,614
TOTAL CURRENT ASSETS		<u>272,405</u>	<u>216,468</u>
NON-CURRENT ASSETS			
Property, plant and equipment	11	864,004	878,011
TOTAL NON-CURRENT ASSETS		<u>864,004</u>	<u>878,011</u>
TOTAL ASSETS		<u>1,136,409</u>	<u>1,094,479</u>
CURRENT LIABILITIES			
Trade and other payables	6	74,009	15,851
Provisions	12	68,212	48,771
TOTAL CURRENT LIABILITIES		<u>142,221</u>	<u>64,622</u>
TOTAL LIABILITIES		<u>142,221</u>	<u>64,622</u>
NET ASSETS		<u>994,188</u>	<u>1,029,857</u>
FUNDS			
Retained surplus at the beginning of the financial year		620,591	647,050
Surplus / (deficit) for the financial year		(35,669)	(26,459)
Asset revaluation		409,266	409,266
TOTAL FUNDS		<u>994,188</u>	<u>1,029,857</u>

The accompanying notes form part of this financial report

**Science Teachers' Association of Victoria Inc
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STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
Cash Flows from Operating Activities			
Receipts		443,492	387,547
Payments to suppliers and employees		(330,935)	(514,733)
Interest received		68	281
Net cash provided by operating activities		<u>112,625</u>	<u>(126,905)</u>
Cash Flows from Investing Activities			
		-	-
Cash Flows from Financing Activities			
		-	-
Net cash provided by activities		<u>112,625</u>	<u>(126,905)</u>
Net increase (decrease) in cash held		<u>112,625</u>	<u>(126,905)</u>
Cash at beginning of financial year		<u>98,854</u>	<u>225,759</u>
Cash at end of financial year	7a	<u><u>211,479</u></u>	<u><u>98,854</u></u>

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
Retained surplus at the beginning of the financial year	620,591	647,050
Surplus/ (deficit) for the financial year	(35,669)	(26,459)
Asset revaluation	409,266	409,266
TOTAL FUNDS	<u><u>994,188</u></u>	<u><u>1,029,857</u></u>

The accompanying notes form part of this financial report

**Science Teachers' Association of Victoria Inc
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

Note 1 : Statement of Significant Accounting Policies

(a) Statement of compliance

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

The financial report has been prepared in accordance with Australian Accounting Standards required by the ACT. The council have determined that the accounting policies are appropriate to meet the needs of the members.

(b) Basis of measurement

The financial report has been prepared on an accrual basis and is based on historic cost and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets. Unless otherwise stated, the accounting policies adopted are consistent with those of the previous year. Comparative information is reclassified where appropriate to enhance comparability.

Note 2 : Statement of Significant Accounting Policies

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

(c) Income Tax

The income tax expense (revenue) for the year comprises current income tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant authority.

Deferred income tax expense reflects movements in deferred tax assets and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

Note 2 : Statement of Significant Accounting Policies (cont'd)

(c) Income Tax (cont'd)

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is profitable that future taxable profit will be available against which the benefits of the tax asset can be used.

As a not for profit entity which adopts the 'mutuality' principle, the Association's member income (e.g subscriptions received) is not subject to income tax. A review of the financial records of the Association indicates that there is no income tax payable on non-member income.

(d) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt. All revenue is stated net of the amount of goods and services tax (GST).

(e) Trade creditors 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 company during the reporting period, which remain unpaid. The balance is recognised as a current liability and are normally paid within 30 days on recognition of the liability.

(f) Cash and cash equivalents

For cash flow statement presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

(g) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or part of an item of the expense.

(h) Impairment of assets

At each reporting date, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

(i) Employee benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

Note 2 : Statement of Significant Accounting Policies (cont'd)

(j) Provisions

Provisions are recognised when the company 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 reporting date.

(k) Depreciation

The depreciable amount of all fixed assets is depreciated over the useful lives of assets, commencing from the time the asset is held ready for use. Assets are written off where they could be for tax purposes.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposal are determined by comparing proceeds with the carrying amount. These gains and losses are recognised immediately in profit and loss. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(l) Inventory

Inventory held for sale are measured at the lower of cost and net realisable value.

(m) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale are added to the cost of those assets, until such time as the assets are substantially ready for their intended use/sale. All other borrowing costs are recognised in income in the period in which they are incurred.

(n) Loan and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in active market and are stated at amortised cost using the effective interest rate method.

(o) Property, plant and equipment

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

Property

Freehold land and buildings are shown at fair value, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is reinstated to the revalued amount of the asset.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

Note 2 : Statement of Significant Accounting Policies (cont'd)

(o) Property, plant and equipment (cont'd)

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairments losses. The carrying amount of plant and equipment is reviewed annually by the entity ensuring it isn't in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. Expected net cash flows have been discounted to their present value in determining recoverable amounts.

	2020 \$	2019 \$
Note 3 : Cash and cash equivalents		
Cash on hand	500	500
Cash at bank	210,979	98,354
	<u>211,479</u>	<u>98,854</u>
Note 4 : Account receivables and other debtors		
Trade debtors	34,010	117,614
Other receivables	26,916	-
	<u>60,926</u>	<u>117,614</u>
Note 5 : Inventory		
Inventory	-	-
	<u>-</u>	<u>-</u>
Note 6 : Account payables		
Trade creditors	74,009	15,851
	<u>74,009</u>	<u>15,851</u>
Note 7 : Cash flow information		
Reconciliation of cash		
Cash at end of financial year as shown in cash flow statement is reconciled to items in the statement of financial position:		
Cash and cash equivalents	a) <u>211,479</u>	<u>98,854</u>

**Science Teachers' Association of Victoria Inc
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

Note 8 : Accounting estimates, judgements and errors

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the group's accounting policies. No material judgements or errors have been noted that require individual disclosure.

Note 9 : General

There are no mortgages, charges and securities of any description affecting any property of the entity at the end of its financial year.

There is no trust, held on behalf of the entity by a person or body other than the entity, in which funds or assets of the entity are placed.

Note 10 : ASTA	2020	2019
	\$	\$
Membership fees	14,109	15,032
Science journals	14,437	15,274
	<u>28,546</u>	<u>30,306</u>
 Note 11 : Property, plant and equipment		
Property - 5 Munro Street Coburg Land & Building (Revalued 2019)	<u>1,150,000</u>	<u>1,150,000</u>
 Accumulated depreciation	<u>(285,996)</u>	<u>(271,989)</u>
	<u>864,004</u>	<u>878,011</u>
 Note 12 : Provisions		
Annual leave	26,640	18,160
Long service leave	19,361	15,225
Other	22,211	15,386
	<u>68,212</u>	<u>48,771</u>

**Science Teachers' Association of Victoria Inc
2020 Special Purpose Financial Report
Year ended 30 June 2020**

**True and Fair Certification by Councillor's
Councillors' Declaration**

The council has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of council the financial report comprising the Councillors' Report, Statement of Profit and Loss, Statement of Financial Position, Statement of Cash Flows and Notes to the Financial Statements, are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and:

- 1 Presents a true and fair view of the financial position of the Association as at 30 June 2020 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporations Reform Act 2012; and

- 2 At the date of this statement, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

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



Alexandra Abela
President


Fiona Trapani
Vice President

Date this 14th day of October 2020