

Victorian National Parks Association Inc

**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2013**

Victorian National Parks Association Inc

**Annual Report
for the Year Ended 30 June 2013**

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**Victorian National Parks Association Inc.
Statement by Members of the Council**

The members of the Council have 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 the members of the Council the financial report:

1. Presents a true and fair view of the financial position of Victorian National Parks Association Inc as at 30 June 2013 and its performance for the year ended on that date.
2. At the date of this statement there are reasonable grounds to believe that Victorian National Parks Association Inc 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:



Gary Allan
Treasurer



Matt Ruchel
Executive Director

Dated this 29th day of August 2013

Income and Expenditure Statement for the Year ended 30 June 2013

	Note	2013	2012
INCOME		\$	\$
Appeals, Donations & Bequests		602,169	914,617
Grants and Sponsorships		157,856	302,940
Membership Fees		107,448	115,045
Interest		30,977	57,553
Sales		60,108	48,228
Partner Contributions		18,234	10,000
GVESHO Grant *		5,000	7,300
Total Income		981,792	1,455,683
EXPENDITURE			
Employment Expenses		772,243	866,115
Campaigns, Projects, Activities and Education		95,208	180,851
Office and Administration		183,539	158,007
Printing/Publications/Web		61,492	68,842
Occupancy Costs		83,464	81,379
Insurances		20,378	20,161
Cost of Sales		7,883	6,922
Total Expenditure		1,224,206	1,382,277
OPERATING (DEFICIT) SURPLUS BEFORE TRANSFERS FROM (TO) RESERVE FUNDS	4	(242,415)	73,406
Net Transfers From (To) Reserve Funds	6	138,717	(72,321)
OPERATING (DEFICIT) SURPLUS AFTER TRANSFER FROM (TO) RESERVE FUNDS		(103,698)	1,084

Assets and Liabilities Statement as at 30 June 2013

	\$	\$
ASSETS		
Cash and Cash Equivalents	756,679	1,059,966
Receivables	19,945	40,660
Inventory	11,541	18,943
Total Current Assets	788,165	1,119,569
Fixed Assets at Written Down Value	20,163	18,908
TOTAL ASSETS	808,328	1,138,477

LIABILITIES - CURRENT AND NON CURRENT

Creditors (Current)	43,914	42,661
Projects/Hosted Networks (Current)	84,230	171,005
Provisions, Prepayments And Donations in Advance	5	171,327
TOTAL LIABILITIES - CURRENT AND NON CURRENT	299,472	387,206
NET ASSETS	508,857	751,271

Funded By:

ASSOCIATION FUNDS

General Operating Funds	6	99,382
Publication Funds	6	4,316
Crosbie Morrison Fund	6	501,040
Special Reserves Fund	6	7,817
TOTAL ASSOCIATION FUNDS	508,857	751,271

* Australian Government Grants to Voluntary Environment, Sustainability and Heritage Organisations program

STATEMENT OF CASH FLOWS FOR YEAR ENDED 30 JUNE 2013

	2013	2012
CASH FLOWS FROM OPERATING ACTIVITIES	\$	\$
Receipts from appeals, donations and bequests	589,872	921,003
Receipts from membership fees	109,550	111,280
Receipts from grants and sponsorships	94,314	68,937
Receipts from sales	60,108	55,656
Receipts from administration fees	-	10,000
Payments to suppliers and employees	(1,187,645)	(1,339,302)
Cash utilised in operations	(333,801)	(172,426)
Interest income	41,004	63,243
Cash utilised in operating activities	(292,797)	(109,184)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of fixed assets	(10,490)	(10,013)
Cash utilised in investing activities	(10,490)	(10,013)
Net decrease in cash during year	(303,287)	(119,196)
Cash and cash equivalents at beginning of year	1,059,966	1,179,162
Cash and cash equivalents at end of year	756,679	1,059,966

**Notes to the Financial Statements
for year ended 30 June 2013**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act (Victoria). The Council has determined that the Association is not a reporting entity.

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

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

Employee Benefits

Liabilities for services rendered by employees are recognised at the reporting date to the extent that they have not been settled.

Liabilities for 'short-term employee benefits' (as defined in AASB 119 *Employee Benefits*) due within twelve months of balance date are measured at their nominal amounts.

The nominal amount is calculated with regard to the rates expected to be paid on settlement of the liability.

The liability for employee benefits includes provision for annual leave and long service leave. No provision has been made for sick leave as all sick leave is non-vesting.

The leave liabilities are calculated on the basis of employees' remuneration, including employer superannuation contribution rates to the extent that the leave is likely to be taken during service rather than paid out on termination.

Stock

Stock is valued at the lower of cost and net realisable value. Cost is determined on the basis of first in and first out and includes all costs necessary to bring stock into its current condition and location.

Payables

Liabilities for trade creditors and other amounts are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the Association.

Cash and Cash Equivalents

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

Fixed Assets

Fixed assets are carried at cost less, where applicable, any accumulated depreciation

The depreciable amount of all fixed assets are depreciated over the useful lives of the assets commencing from the time the asset is held ready for use.

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.

Revenue

Grant and donation income is recognised when the entity obtains control over the funds which is generally at the time of receipt.

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 Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Specific Projects/Campaigns and Hosted Networks

Monies received in connection with specific projects/campaigns are carried as current liabilities to the extent that monies received exceed related expenditure at balance date.

Monies received in respect of projects hosted by the Association on behalf of third parties are carried as current liabilities to the extent that monies received exceed related expenditure at balance date (refer note 2).

NOTE 2: ACTIVITIES & HOSTED NETWORK ACCOUNTS

The accounts for the Bushwalking Group have not been consolidated into the general accounts.

Victorian Environment Friends Network funds are carried by the Victorian National Parks Association as project liabilities as at 30 June 2013

	Note	2013	2012
		\$	\$
BUSHWALKING & ACTIVITIES GROUP			
Opening Balance		2,265	4,823
Income		11,851	8,425
Expenditure		(974)	(984)
Contribution to VNPA		(9,000)	(10,000)
Closing Balance		4,142	2,265

VICTORIAN ENVIRONMENT FRIENDS NETWORK

Opening Balance		4,552	5,383
Income		-	7,109
Expenditure		(1,124)	(7,940)
Closing Balance		3,428	4,552

NOTE 3: PUBLICATION DIVISION - OPERATING RESULTS

Income			
Sales		7,882	14,773
		7,882	14,773
Expenditure			
Cost of Goods Sold		7,883	6,922
Other Costs		6,230	8,269
		14,112	15,191
DEFICIT for Year		(6,230)	(418)

NOTE 4: COMPOSITION OF OPERATING (DEFICIT) SURPLUS FOR YEAR BEFORE TRANSFERS FROM (TO) RESERVE FUNDS

General Account		(236,184)	73,824
Publications	3	(6,231)	(418)
Operating (Deficit) Surplus for Year Before Transfers From (To) Reserve Funds		(242,415)	73,406

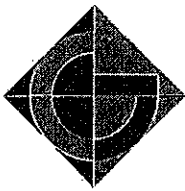
NOTE 5: PROVISIONS, PREPAYMENTS AND DONATIONS RECEIVED IN ADVANCE

Prepaid Membership Fees		10,423	8,320
Prepaid 60th Dinner Tickets		-	1,300
Patron Donations Received in Advance		15,000	29,000
Provision for Annual Leave (Current)		72,197	69,455
Provision for Long Service Leave (Non-current)		64,856	59,092
Provision for Time In Lieu (Current)		8,852	6,373
TOTAL PROVISIONS, PREPAYMENTS AND DONATIONS RECEIVED IN ADVANCE		171,327	173,540

Notes to the Financial Statements
for year ended 30 June 2013

NOTE 6: COMPOSITION OF ASSOCIATION FUNDS

General Funds Beginning of Year		99,382	87,229
(Deficit) Surplus for Year Before Transfer To Reserves	3	(236,184)	73,824
Net Transfer From (To) Reserve Funds		138,717	(72,321)
Transfer Interest Income attributable to Crosbie Morrison Fund Investments		(23,117)	(267,230)
Transfer from Crosbie Morrison Fund		46,834	
Transfers from Special Reserve Fund		115,000	194,909
Transfer (to) from Publication Funds		(1,915)	10,650
General Funds End of Year		-	99,382
Publication Funds Beginning of Year		4,316	15,384
(Deficit) Surplus for Year	3	(6,230)	(418)
Transfer from (to) General Funds		1,915	(10,650)
Publications Funds End of Year		-	4,316
Crosbie Morrison Fund Beginning Of Year		524,757	474,496
Bequests, Specific Donations and Interest Income		23,117	267,230
Transfer to General Funds		(46,834)	(216,970)
Crosbie Morrison Fund End of Year		501,040	524,756
Special Reserves Fund Beginning Of Year		122,817	100,756
Transfer from Crosbie Morrison Fund		-	216,970
Transfer to General Funds		(115,000)	(194,909)
Special Reserves Fund End of Year		7,817	122,817
TOTAL FUNDS		508,857	751,271



Helping make every decision count



COSTER GALGUT PTY LTD

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Independent Auditor's Report to the Members of Victorian National Park Association Inc.

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Victorian National Park Association Inc, which comprises the assets and liabilities statement as at 30 June 2013, the income and expenditure statement and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the statement by members of the Council.

Council's Responsibility for the Financial Report

The Council of Victorian National Parks Inc is responsible for 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 Associations Incorporation Act (Victoria) and the needs of members. The Council's responsibility also includes such internal controls as the Council determines necessary to enable the preparation 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 judgement, 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 entity's preparation of the financial report that gives a true and fair view, 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 Council, as well as evaluating the overall presentation of the financial report.

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

Qualification

In common with similar organisations it is not feasible for the Association to institute accounting controls over all cash collections from donations prior to initial entry of the collections in the accounting records. Accordingly, it was impracticable for us to extend our examination beyond the receipts actually recorded.

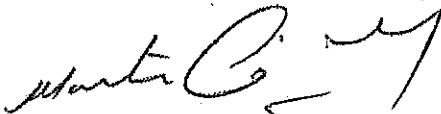
Qualified Audit's Opinion

In our opinion, except for the existence of the limitation on the scope of our work as described in the qualification paragraph, and the effects of such adjustments, if any, as might have been determined to be necessary had the limitation not existed, the financial report presents fairly, in all material respects the financial position of Victorian National Parks Association Inc as of 30 June 2013 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 Association's Incorporation Act (Victoria).

Basis of Accounting and Restriction on Distribution

We draw attention to Note 1 to the financial statements which describe the basis of accounting. The financial report has been prepared to assist the Victorian National Park Association Inc to meet the requirements of the Associations Incorporation Act (Victoria). As a consequence, the financial report may not be suitable for another purpose.

Coster Galgut Pty Ltd
Chartered Accountants



Martin Reichenberg CA

30 August 2013