

VicTESOL Inc.

ABN 21 237 277 032

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 OCTOBER 2022

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ABN 21 237 277 032

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FOR THE YEAR ENDED
31 OCTOBER 2022

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VicTESOL
Profit and Loss Comparison
November 2021 - October 2022

	Nov. 2021 - Oct. 2022	Nov. 2020 - Oct. 2021 (PY)
Income		
Memberships	26,702.74	27,735.47
ACFE/DOE PD Funding	4,090.91	1,080.00
Department of Education Grant	55,218.75	52,225.00
Grants	22,272.73	
PD (Conf/Workshops & Seminars)	6,470.37	11,763.28
Sales of Product Income	158.18	1,946.04
Total Income	A\$ 114,913.68	A\$ 94,749.79
Other Income		
Other Income		
Interest Income	1,317.14	678.63
Total Other Income	A\$ 1,317.14	A\$ 678.63
ATO Cash Boost Stimulus		5,000.00
Grants- COVID		10,000.00
JobKeeper subsidy		10,500.00
Total Other Income	A\$ 1,317.14	A\$ 26,178.63
Expenses		
Expenses		
Audit expenses	2,000.00	1,500.00
Bookkeeping	5,770.65	2,828.19
Advertising/Promotional	410.14	
Bank Fees & Govt Account Fees	506.85	813.63
Capitation Expenses	5,840.00	5,540.00
Catering & meeting expenses		806.90
Computer Software/Maintenance	148.66	1,692.25
Conference expenses	22,862.71	100.00
Contractors/Consultants		4,100.00
Depreciation	323.39	230.52
Gifts	2,968.10	917.13
Insurance	2,504.76	2,433.15
Subscriptions	2,441.52	
Web site & Internet	2,440.86	2,701.46
Employment Expenses		
Wage expenses	28,834.97	43,875.24
Superannuation	2,586.59	3,895.51
Superannuation for contractors		1,570.47
Workers' Compensation	188.77	290.48
Other Employer Expenses	15.00	
PD Expenses		13,942.21
Total Employment Expenses	A\$ 31,625.33	A\$ 63,573.91
Photocopying	27.27	
Printing	35.19	
Travel	3,543.44	389.96
Total Expenses	A\$ 83,448.87	A\$ 87,727.10
Grants		19,999.98
Total Expenses	A\$ 83,448.87	A\$ 107,727.08
Net Surplus (Deficit)	A\$ 32,781.95	A\$ 13,201.34

VicTESOL
Balance Sheet Comparison
As of October 31, 2022

	As of Oct. 31, 2022	As of Oct. 31, 2021 (PY)
Assets		
Current Assets		
Cash At Bank		
Paypal account	3,146.44	2,198.02
Bank First (VTMB Everyday)	23,393.16	53,670.10
Bank Vest(VTMB) Everyday	36,960.10	
Total Cash at Bank	A\$ 60,353.26	A\$ 53,670.10
Bank First (VTMB) Bonus	243,638.09	194,055.65
Other Assets		
Prepayments	4,621.86	1,426.40
Total Other Assets	A\$ 4,621.86	A\$ 1,426.40
Total Current Assets	A\$ 311,759.65	A\$ 251,350.17
Long-term assets		
Property, Plant & Equipment		
Laptop Computer at cost	4,291.82	2,692.82
Laptop Computer acc dep	-3,002.98	-2,692.82
Total Property, Plant & Equipment	A\$ 1,288.84	A\$ 0.00
Office Furniture		
Office Furniture at cost	572.73	572.73
Less Office Furniture Acc Dep	-519.79	-506.56
Total Office Furniture	A\$ 52.94	A\$ 66.17
Total long-term assets	A\$ 1,351.78	A\$ 76.17
Total Assets	A\$ 313,111.43	A\$ 251,426.34
Liabilities and Shareholder's Equity		
Current liabilities:		
Tax Liabilities		
GST Payable Adjustment Control	1,045.67	104.13
ATO Integrated Client Account	0.00	392.00
GST Liabilities Payable	1,452.86	4,196.44
Total Tax Liabilities	A\$ 2,498.53	A\$ 4,692.57
21400 Payroll Liabilities		
Accrued liabilities	2,332.27	2,371.84
Superannuation Payable	357.30	343.42
PAYG Withholdings Payable	3,022.35	1,287.35
Total Payroll Liabilities	A\$ 5,711.92	A\$ 4,002.61
Other Current Liabilities		
ACTA Holding Account	30,000.00	
Total current liabilities	A\$ 38,210.45	A\$ 9,307.31
Shareholders' equity:		
Net Income	32,781.95	13,301.34
Members Funds	242,119.03	228,817.69
Total shareholders' equity	A\$ 274,900.98	A\$ 242,119.03
Total Liabilities and Equity	A\$ 313,111.43	A\$ 251,426.34

VicTESOL
Statement of Cash Flows
November 2021 - October 2022

	Total
Cash flows from operating activities	
Profit for the year	32,781.95
Adjustments for non-cash income and expenses:	
12200 Other Assets:Prepayments	-3,195.46
13340 Property, Plant & Equipment:Computer Equipment:Laptop Computer acc dep	310.16
13415 Office Furniture:Less Office Furniture Acc Dep	13.23
2-1440 Payroll Liabilities:Accrued liabilities	-39.57
21320 Tax Liabilities:GST Payable Adjustment Control	941.54
21325 Tax Liabilities:ATO Integrated Client Account	-392.00
21410 Payroll Liabilities:Superannuation Payable	13.88
21800 Other Current Liabilities	-612.13
21900 ACTA Holding Account	30,000.00
Payroll Liabilities:PAYG Withholdings Payable	1,735.00
Tax Liabilities:GST Liabilities Payable	-2,743.58
Total Adjustments for non-cash income and expenses:	A\$ 26,031.07
Net cash from operating activities	A\$ 58,813.02
Cash flows from investing activities	
13335 Property, Plant & Equipment:Computer Equipment:Laptop Computer at cost	-1,599.00
Net cash used in investing activities	-A\$ 1,599.00
Net increase (decrease) in cash and cash equivalents	A\$ 57,214.02
Cash and cash equivalents at beginning of year	249,923.77
Cash and cash equivalents at end of year	A\$ 307,137.79

Notes To and Forming Part of The Financial Statements For the Year Ended 31 October, 2022.

1. Summary of Significant Accounting Policies

Financial Reporting Framework

The Committee has determined that the Association is not a reporting entity because it is unlikely there are users of these financial statements who are not in a position to require the preparation of reports tailored to their information needs.

Accordingly, these financial statements have been prepared to satisfy the Committee's reporting requirements under the Australian Charities and Not-for-profits Commission Act 2012. The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Statement of Compliance

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Australian Charities and Not-for-profits Commission Act 2012. These special purpose financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards except for those specified in AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities.

In accounting for income, recognition of all grant income has been deferred until the related expenses are incurred without assessing whether there are enforceable performance obligations to transfer a good or service to a third party which are sufficiently specific to know when the performance obligation has been satisfied.

Refer to Note 6. Revenue below.

Basis of Preparation

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs unless otherwise stated in the notes. The material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. Where applicable they indicate how the recognition and measurement requirements in Australian Accounting Standards have not been complied with. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act for the Victorian Association of Tesol and Multicultural Education Inc. The committee has determined that the association is not a reporting entity.

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 or, except where stated specifically, current valuations of non-current assets.

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.

2. Property, Plant and Equipment

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all Property, Plant and Equipment is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

3. 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.

4. 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.

5. Income Tax

The association is exempt from income tax.

6. Revenue

Revenue is brought to account when received and to the extent that it relates to the subsequent period it is disclosed as a liability.

Grant income

Unspent grant income received in relation to specific projects and events is not brought to account as revenue in the current year but deferred as a liability in the financial statements until spent for the purpose received without assessing whether enforceable performance obligations exist.

The liability for deferred income is the unutilised amounts of grants received on the condition that specified services are delivered or conditions are fulfilled. The services are usually provided or the conditions usually fulfilled within 12 months of receipt of the grant. Where the amount received is in respect of services to be provided over a period that exceeds 12 months after the reporting date or the conditions will only be satisfied more than 12 months after the reporting date, the liability is discounted and presented as non-current.

This is not in accordance with AASB *Revenue* or AASB 1058 *Income of Not-for-profit Entities*.

VicTESOL Inc.

ABN 21 237 277 032

**STATEMENT BY MEMBERS OF THE COMMITTEE
FOR THE YEAR ENDED
31 OCTOBER 2022**

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

In the opinion of the committee of VicTesol Inc.:

a) the financial statements and notes of VicTesol Inc. are in accordance with the *Associations Incorporation Reform Act (Vic) 2012* and the *Australian Charities and Not-for-profits Commission Act 2012* , including:

i. giving a true and fair view of its financial position as at 31 October 2022 and of its performance for the financial year ended on that date; and

ii. complying with the *Australian Charities and Not-for-profits Commission Regulation 2013* ; and


b) there are reasonable grounds to believe that VicTesol Inc. will be able to pay its debts as and when they become due and payable.

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



Chairperson (On Behalf of)

Dated: 2/12/22



Treasurer

Dated: 2/12/22

VicTESOL Inc.

ABN 21 237 277 032

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION
60-40 OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS
COMMISSION ACT 2012**

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* , as auditor for the audit of VicTESOL Inc. for the year ended 31 October 2022, I declare that, to the best of my knowledge and belief, there have been:

i. no contraventions of the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and

ii. no contraventions of any applicable code of professional conduct in relation to the audit.

Russell Smith

Dated: 01/12/2022

Skilled Accountants Pty Ltd
7 Poynton Avenue
Ringwood VIC 3134

Carruss Consultants

ABN: 15 595 419 493

Tax
Accounting
Bookkeeping
BAS
Payroll
Advice

VicTESOL Inc
No. A0024290V
ABN 21 237 277 032

Financial Statements for the Period 01/11/2021 – 31/10/2022

Audit Report

I have audited the financial statements of VicTESOL Inc for the year ending 31/10/2022 as presented in the audit report to the Annual General Meeting. The Committee of Management are responsible for the preparation and presentation of the financial statements and information contained therein. I have conducted an independent audit of the financial statements in order to express an opinion on them to the members of the association.

The audit has been conducted to provide reasonable assurance as to whether the financial statements are free of material misstatement. The procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements and the evaluation of significant accounting estimates. The procedures have been undertaken to form an opinion as to whether in all material aspects, the financial reports is presented fairly in accordance with the requirements of VicTESOL Inc so as to present a view of the association finances which is consistent with my understanding of its financial position and the results of its operations.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In my opinion, the Statement of Income and Expenditure (Profit & Loss) and Statement of Financial Position (Balance Sheet) are a true and fair representation of the financial position of VicTESOL Inc at 31 October, 2022.



Russell Smith FIPA; FFA; FNTAA

Fellow Institute of Public Accountants, Fellow Institute of Financial Accountants, Fellow of the National Tax Agents and Accountants Association & Registered Tax Agent

02/12/22

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Tax agent
25849727

You Can Count On Carruss

VicTESOL Inc.

CERTIFICATE BY MEMBER OF THE COMMITTEE

I _____ of _____, certify that:
(name) (address)

a. I attended the annual general meeting of the association held on _____.
(date)

b. The financial statements for the year ended 31 October 2022 were submitted to the members of the association at its annual general meeting.

Committee member

Dated: _____