

Building Service Contractors Association of Australia Tasmanian Division Limited

ABN 55 639 713 303

Financial Statements

For the Year Ended 30 June 2021

Building Service Contractors Association of Australia Tasmanian Division Limited

ABN 55 639 713 303

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For the Year Ended 30 June 2021

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Building Service Contractors Association of Australia Tasmanian Division Limited

ABN 55 639 713 303

Directors' Report

30 June 2021

The directors present their report on Building Service Contractors Association of Australia Tasmanian Division Limited for the financial year ended 30 June 2021.

General information

Directors

The names of the directors in office at any time during, or since the end of, the year are:

Names

Matthew Collings

Jason Rigby

Philip Murfett

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Company secretary

The following person held the position of Company secretary at the end of the financial year:

Philip Murfet has been the company secretary since 2020.

Principal activities

The Building Service Contractors Association of Australia (BSCAA) is Australia's industry representative body for the building services industry. Our Association members include contractors for cleaning, security, facilities management and grounds maintenance.

The BSCAA provides leadership for members and the provision of a range of relevant and quality services. We seek to work with Government and other industry stakeholders to improve the professionalism of the industry and all those that participate within it.

No significant changes in the nature of the Company's activity occurred during the financial year.

Short term objectives

The Company's short term objectives are to:

- Provide access to industry related resources, education and news on a user friendly website and mobile.
- Lobby government and industry to promote the cleaning industry.

Members' guarantee

Building Service Contractors Association of Australia Tasmanian Division Limited is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 2.

Building Service Contractors Association of Australia Tasmanian Division Limited

ABN 55 639 713 303

Directors' Report

30 June 2021

Operating results and review of operations for the year

Operating results

The loss of the Company after providing for income tax amounted to \$ (2,291) (2020: \$ (8,721)).

Meetings of directors

During the financial year, 4 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

Directors' Meetings	
Number eligible to attend	Number attended
Matthew Collings	4
Jason Rigby	4
Philip Murfett	4

Auditor's independence declaration

The lead auditor's independence declaration for the year ended 30 June 2021 has been received and can be found on page 3 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director:

Matthew Collings

Dated

Building Service Contractors Association of Australia Tasmanian Division Limited

ABN 55 639 713 303

Auditor's Independence Declaration to the Directors of Building Service Contractors Association of Australia Tasmanian Division Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2021, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

AH Jackson & Co

Elias Manicaros
Partner

Brisbane,

Building Service Contractors Association of Australia Tasmanian Division Limited

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Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2021

	Note	2021 \$	2020 \$
Membership income	3	990	-
Administrative expenses		(3,281)	(5,077)
Bad debt expense		-	(980)
Other expenses		-	(2,664)
Loss before income tax		(2,291)	(8,721)
Income tax expense		-	-
Loss for the year		(2,291)	(8,721)
Total comprehensive loss for the year		(2,291)	(8,721)

The accompanying notes form part of these financial statements.

Building Service Contractors Association of Australia Tasmanian Division Limited

ABN 55 639 713 303

Statement of Financial Position

As At 30 June 2021

	Note	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	<u>17,997</u>	19,488
TOTAL CURRENT ASSETS		<u>17,997</u>	19,488
TOTAL ASSETS		<u>17,997</u>	19,488
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	5	<u>1,800</u>	1,000
TOTAL CURRENT LIABILITIES		<u>1,800</u>	1,000
TOTAL LIABILITIES		<u>1,800</u>	1,000
NET ASSETS		<u>16,197</u>	18,488
EQUITY			
Retained earnings		<u>16,197</u>	18,488
TOTAL EQUITY		<u>16,197</u>	18,488

The accompanying notes form part of these financial statements.

Building Service Contractors Association of Australia Tasmanian Division Limited

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Statement of Changes in Equity For the Year Ended 30 June 2021

2021

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2020	18,488	18,488
Loss for the year	(2,291)	(2,291)
Balance at 30 June 2021	16,197	16,197

2020

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2019	27,209	27,209
Loss for the year	(8,721)	(8,721)
Balance at 30 June 2020	18,488	18,488

The accompanying notes form part of these financial statements.

Building Service Contractors Association of Australia Tasmanian Division Limited

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Statement of Cash Flows For the Year Ended 30 June 2021

	2021	2020
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from members	990	-
Payments to suppliers and employees	<u>(2,481)</u>	<u>(6,417)</u>
Net cash (used in) operating activities	10 <u>(1,491)</u>	<u>(6,417)</u>
Net decrease in cash and cash equivalents held	(1,491)	(6,417)
Cash and cash equivalents at beginning of year	<u>19,488</u>	<u>25,905</u>
Cash and cash equivalents at end of financial year	4 <u><u>17,997</u></u>	<u><u>19,488</u></u>

The accompanying notes form part of these financial statements.

Building Service Contractors Association of Australia Tasmanian Division Limited

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Notes to the Financial Statements For the Year Ended 30 June 2021

The financial report covers Building Service Contractors Association of Australia Tasmanian Division Limited as an individual entity. Building Service Contractors Association of Australia Tasmanian Division Limited is a Company limited by guarantee, incorporated and domiciled in Australia.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001*.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Summary of Significant Accounting Policies

(a). Revenue and other income

Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services.

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

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

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Company are:

Membership income

Membership fees are recognised as income at the time of invoicing as it is probable that members will renew their membership and the amount of revenue can be reliably determined.

Membership fees are not refundable and are not subject to any specific performance obligations or deliverables. Unpaid membership fees that have been invoiced are recorded as accounts receivable less any amounts that are unlikely to be recovered. Deferred income is only recognised in respect to membership fees invoiced in the current period but the entire period of membership relates to the next financial period.

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

(b). Income Tax

No provision for income tax has been raised as the Company is a not-for-profit service entity that derives its income from members and applies the principle of mutuality to determine taxable income.

(c). Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(d). Financial instruments

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

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 Company classifies its financial assets into the following categories, those measured at:

- amortised cost

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

Amortised cost

The Company'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, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Impairment of financial assets

Building Service Contractors Association of Australia Tasmanian Division Limited

ABN 55 639 713 303

Notes to the Financial Statements For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

(d). Financial instruments

Financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Company's historical experience and informed credit assessment and including forward looking information.

The Company uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Company uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Company in full, without recourse to the Company to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

Credit losses are measured as the present value of the difference between the cash flows due to the Company in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

Financial liabilities

The Company 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 Company comprise trade payables, bank and other loans and lease liabilities.

(e). Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

3 Revenue and Other Income

	2021	2020
	\$	\$
Membership fees	990	-
Total Revenue	990	-

Building Service Contractors Association of Australia Tasmanian Division Limited

ABN 55 639 713 303

Notes to the Financial Statements For the Year Ended 30 June 2021

4 Cash and Cash Equivalents

	2021	2020
	\$	\$
Cash at bank and in hand	17,997	19,488
	<u>17,997</u>	<u>19,488</u>

5 Trade and Other Payables

Trade payables	1,800	1,000
	<u>1,800</u>	<u>1,000</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

6 Financial Risk Management

Financial assets

Held at amortised cost

Cash and cash equivalents	17,997	19,488
Total financial assets	<u>17,997</u>	<u>19,488</u>

Financial liabilities

Trade payables

Total financial liabilities	<u>1,800</u>	<u>1,000</u>
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7 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 2 each towards meeting any outstanding obligations of the Company. At 30 June 2021 the number of members was 7 (2020: 9).

8 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2021 (30 June 2020:None).

Building Service Contractors Association of Australia Tasmanian Division Limited

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Notes to the Financial Statements

For the Year Ended 30 June 2021

9 Related Parties

Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The following transactions occurred with related parties:

	2021	2020
	\$	\$
Purchases		
Building Service Contractors Association of Australia Limited	1,887	-
	<u>1,887</u>	<u>-</u>

10 Cash Flow Information

Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

Profit for the year	(2,291)	(8,721)
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
Bad debt expense	-	980
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	-	324
- increase/(decrease) in trade and other payables	800	1,000
Cashflows from operations	<u>(1,491)</u>	<u>(6,417)</u>

11 Events after the end of the Reporting Period

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

12 Statutory Information

The registered office and principal place of business of the company is:

Building Service Contractors Association of Australia Tasmanian
Division Limited
2/33 Churchill Park Drive
Invermay TAS 7248

Building Service Contractors Association of Australia Tasmanian Division Limited

ABN 55 639 713 303

Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 4 to 12, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 30 June 2021 and of the performance for the year ended on that date of the Company .
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director



Matthew Collings

Dated 9/12/2022

Building Service Contractors Association of Australia Tasmanian Division Limited

Independent Audit Report to the members of Building Service Contractors Association of Australia Tasmanian Division Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Building Service Contractors Association of Australia Tasmanian Division Limited (the Company), which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2021 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Basis for Opinion

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 Company in accordance with the auditor independence requirements of the *Corporations Act 2001* 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 confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Responsibilities of Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the directors determine 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 directors are responsible for assessing the Company'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 directors either intend to liquidate the Company or to cease operations, or have 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.

Building Service Contractors Association of Australia Tasmanian Division Limited

Independent Audit Report to the members of Building Service Contractors Association of Australia Tasmanian Division Limited

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

AH Jackson & Co

Elias Manicaros
Partner

Brisbane,