
Annual Financial Report

Children's Book Council of Australia ACT Branch
31 December 2019

Prepared by Robert Smith

Contents

Compilation Report	3
Directors Declaration	4
Trustees Declaration	5
Profit & Loss	6
Movements in Equity	7
Balance Sheet	8
Depreciation Schedule	9
Notes to the Financial Statements	10
Auditors Report	11

Compilation Report

Children's Book Council of Australia ACT Branch For the year ended 31 December 2019

We have compiled the accompanying special purpose financial statements of Children's Book Council of Australia ACT Branch, which comprise the balance sheet as at 31 December 2019, the profit and loss for the year then ended, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

1. Director's Responsibility

The directors of Children's Book Council of Australia ACT Branch are solely responsible for the information contained in the special purpose financial statements and have determined that the significant accounting policies adopted as set out in Note 1 to the financial statements are appropriate to meet their needs and for the purpose that the financial statements were prepared.

2. Our Responsibility

On the basis of information provided by the directors of Children's Book Council of Australia ACT Branch, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were compiled exclusively for the benefit of the directors of Children's Book Council of Australia ACT Branch. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

Robert Smith

Treasurer ACT Branch CBCA Inc

Directors Declaration

Children's Book Council of Australia ACT Branch For the year ended 31 December 2019

The directors have determined that the company 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.

This declaration is made in accordance with a resolution of the Board of Directors:
President Julie Long

Dated this _____ day of _____ 2017

Trustees Declaration

Children's Book Council of Australia ACT Branch
For the year ended 31 December 2019

Profit & Loss

Children's Book Council of Australia ACT Branch For the 12 months ended 31 December 2019

	Dec-19	Dec-18
Income		
Christmas Book Appeal	50	-
Donations Received	168	200
Event Sales	467	630
Grants Received	227	-
Interest from Investments	704	125
Membership Fees Collected	2,255	2,600
Merchandise Sales	1,370	113
Total Income	5,240	3,669
Less Cost of Sales		
Book Appeal Costs	170	295
Event Costs	311	397
Merchandise Costs	1,750	497
Total Cost of Sales	2,230	1,188
Gross Profit	3,010	2,480
Plus Other Income		
Other Income	280	-
Total Other Income	280	-
Less Operating Expenses		
Bad Debt	134	-
Bank Fees	6	38
Donations	2,500	-
Dues & Subscriptions	873	723
Legal & Accounting	591	587
Postage & Shipping	118	115
Printing	251	214
Prizes Awarded	91	-
Public Liability Insurance	12	51
Travel & Entertainment	-	405
Website Costs	359	327
Total Operating Expenses	4,936	2,460
Net Profit	(1,646)	20

Notes

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report.

Movements in Equity

Children's Book Council of Australia ACT Branch As at 31 December 2019

	31 Dec 2019	31 Dec 2018
Equity		
Opening Balance	52,604	52,583
Current Year Earnings	(1,646)	20
Total Equity	50,958	52,604

Notes

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report.

Balance Sheet

Children's Book Council of Australia ACT Branch As at 31 December 2019

31 Dec 2019 31 Dec 2018

Assets

	31 Dec 2019	31 Dec 2018
Bank		
Cheque Account	18,135	21,800
Term Deposit	31,106	30,732
Total Bank	49,242	52,532
Current Assets		
Accounts Receivable	1,507	134
Total Current Assets	1,507	134
Total Assets	50,748	52,666

Liabilities

Current Liabilities		
GST	184	205
Trade Creditors	-	251
With Holding Tax Paid	(394)	(394)
Total Current Liabilities	(210)	62
Total Liabilities	(210)	62
Net Assets	50,958	52,604

Equity

Current Year Earnings	(1,646)	20
Current Year Surplus/Deficit	2,950	2,950
Retained Earnings	27,085	27,085
Retained Earnings ⁹	22,570	22,549
Total Equity	50,958	52,604

Notes

Signed

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report.

Depreciation Schedule

Children's Book Council of Australia ACT Branch
1 January 2019 to 31 December 2019

Notes to the Financial Statements

Children's Book Council of Australia ACT Branch For the year ended 31 December 2019

1. Statement of Significant Policies

The directors' have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the needs of members.

The financial report has been prepared in accordance with the significant accounting policies disclosed below which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of this report are as follows:

1.(a) Income Tax

There is no income tax expense for the Association

1.(b) Inventories

The association has no property, plant and equipment.

1.(c) Cash and Cash Equivalents

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

1.(d) Trade Receivables and Other Receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful has been created.

1.(e) Trade Creditors and Other Payables

Trade creditors and other payables, including bank borrowings and distributions payable, are recognised at the nominal transaction value without taking into account the time value of money.

1.(f) Revenue and Other Income

Revenue is measured at the value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable. All revenue is stated net of the amount of goods and services tax (GST).

1.(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 as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Auditors Report

Children's Book Council of Australia ACT Branch For the year ended 31 December 2019

We have audited the accompanying financial report, being a special purpose financial report, of Children's Book Council of Australia ACT Branch, which comprises the balance sheet as at 31 December 2019, and the profit and loss for the year then ended, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

1. The Responsibility of the Directors for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report are appropriate to meet the financial reporting requirements of the company's constitution and are appropriate to meet the needs of the members. The directors' responsibilities also includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

2. Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian Auditing Standards. These Auditing 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 judgment, 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 and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the directors' financial reporting under the company's constitution. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

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

3. Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional ethical pronouncements.

4. Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects the financial position of Children's Book Council of Australia ACT Branch as at 31 December 2019 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

Peter Salapatas CPA

Dated this _____ day of _____ 2020