

**General Services Board of Alcoholics Anonymous Australia**  
**ABN: 77 001 417 125**

**Financial Report**  
**For the year ended**  
**30 June 2017**

**General Service Board of Alcoholics Anonymous Australia**  
**ABN 77 001 417 125**  
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**General Service Board of Alcoholics Anonymous Australia**  
**ABN 77 001 417 125**  
**Directors' Report**

The Directors present their report together with the financial report of General Services Board of Alcoholics Anonymous Australia for the year ended 30 June 2017 and auditor's report thereon. This financial report has been prepared in accordance with Australia Accounting Standards.

**Directors Names**

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

Paul Budgen

Michael Coolahan

Michael Eastaway

Thomas Faunce      Appointed 25 February 2017

Brett Fulloon

William Hayes

Ruby Jones          Appointed 25 February 2017

Bruce Macaulay

Kerry Sheahan

Maurice Smith      Resigned 13 April 2017

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

**Company Objectives**

To serve the fellowship of Alcoholics Anonymous in its primary purpose of helping alcoholics to achieve sobriety and to act as the legal entity of the spiritual Fellowship

Full objectives are described in the company's Memorandum of Association contained in the Australian Alcoholics Anonymous Service Manual.

**Company Performance**

The company incurred a deficit for the year of \$138,857. (2016 deficit \$126,837)

Progress reports and Financial reports are provided to the Annual General Service Conference, which is attended by all Directors of the Company. A monthly Management Group meeting, consisting of all National Office staff members and two General Service Trustees is held. These meetings review the monthly accounts, progress of the current National Convention, and progress of tasks assigned to the Board by Conference.

**General Service Board of Alcoholics Anonymous Australia**  
**ABN 77 001 417 125**  
**Directors' Report**

**Information on directors**

<b>Paul Bugden</b> Special responsibilities	Eastern Regional Trustee
<b>Michael Coolahan</b> Special responsibilities	Southern Regional Trustee
<b>Michael Eastaway</b> Special responsibilities	General Service Trustee
<b>Thomas Faunce</b> Special Responsibilities	Class A Trustee
<b>Brett Fulloon</b> Special responsibilities	Northern Eastern Regional Trustee
<b>William Hayes</b> Special responsibilities	Northern Regional Trustee
<b>Ruby Jones</b> Special responsibilities	Class A Trustee
<b>Bruce Macauley</b> Special responsibilities	General Service Trustee
<b>Kerry Sheahan</b> Special responsibilities	Western Regional Trustee
<b>Maurice Smith</b> Special responsibilities	General Service Trustee

**Directors' meetings**

The number of Directors' meetings attended by each of the Directors of the company during the year were:

Paul Bugden  
Michael Coolahan  
Michael Eastaway  
Thomas Faunce  
Brett Fulloon  
Ruby Joes  
Bruce Macauley  
William Hayes  
Kerry Sheahan  
Maurice Smith

<b>Director meetings</b>	
<i>Eligible</i>	<i>Attended</i>
3	3
3	3
3	3
0	0
3	3
0	0
3	3
3	3
3	3
2	2

General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125  
Directors' Report


**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 to a maximum of \$50 each towards meeting any outstandings and obligations of the company. At 30 June 2017 the number of members were 9. The combination total amount that members of the company are liable to contribute if the company is wound up is \$450.

**Auditor's independence declaration**

A copy of the auditor's independence declaration under section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit for the financial year is provided with this report.

Signed on behalf of the board of Directors

  
\_\_\_\_\_  
Director **MIKE EASTAWAY**

  
\_\_\_\_\_  
Director **BRETT FULLOON**

Dated this **Second** day of **November** 2017

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA

ABN 77 001 417 125

AUDITOR'S INDEPENDENCE DECLARATION

TO THE DIRECTORS OF

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA

As lead auditor for the audit of General Services Board of Alcoholics Anonymous Australia for the year ended 30 June 2017, I declare that to the best of my knowledge and belief, there have been:

- i. No contraventions of the auditor independence requirements of 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.

This declaration is in respect of General Services Board of Alcoholics Anonymous Australia

.....  
Graeme Kay CA – Registered Company Auditor

77/192 Vimiera Road, Marsfield NSW 2122

Dated this ..... Day of ..... 2017

General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125  
Statement of Comprehensive Income  
for the year ended 30 June 2017

	Notes	2017 \$	2016 \$
<b>Income</b>	2	283,720	287,643
Sales Revenue	2	294,982	309,539
Other Revenue	2	<u>578,702</u>	<u>597,182</u>
<b>Less Expenses</b>			
Changes in inventories of finished goods and work in progress	3	(24,403)	8,475
Cost of Goods Sold	3	(107,904)	(143,219)
Depreciation	3	(1,375)	(1,500)
Employee benefits expense		(270,849)	(249,462)
Rent expenses		(45,995)	(32,575)
Amortisation of Leasehold Improvements		(2,783)	(4,800)
Insurance expenses		(18,159)	(16,332)
Telephone expenses		(6,183)	(5,970)
Postage		(6,379)	(3,663)
Public information expenses		(11,775)	(15,278)
Conference / Seminar costs		(62,301)	(58,197)
Travelling expenses		(46,942)	(125,861)
World service levy		(14,826)	-
Fringe Benefit Tax		(46,557)	-
Other expenses		(51,128)	(75,637)
		<u>(717,559)</u>	<u>(724,019)</u>
<b>Surplus / (deficit)</b>		(138,857)	(126,837)
Other comprehensive income for the year			-
<b>Total comprehensive income for the year</b>		<u><b>(138,857)</b></u>	<u><b>(126,837)</b></u>



General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125  
Statement of Financial Position  
as at 30 June 2017

	Notes	2017 \$	2016 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	5	146,565	89,222
Receivables	6	28,962	46,785
Inventories	7	120,778	145,181
Other financial assets	8	191,747	270,133
Other assets	11	24,694	10,290
<b>Total Current Assets</b>		<u>512,746</u>	<u>561,611</u>
<b>Non-Current Assets</b>			
Receivables	6	34,708	34,708
Property, plant and equipment	9	18	4,176
<b>Total Non-Current Assets</b>		<u>34,726</u>	<u>38,884</u>
<b>Total Assets</b>		<u>547,472</u>	<u>600,495</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	12	107,709	41,076
Provisions	13	4,039	11,981
<b>Total Current Liabilities</b>		<u>111,748</u>	<u>53,057</u>
<b>Non-Current Liabilities</b>			
Provisions	13	69,511	42,368
<b>Total Non-Current Liabilities</b>		<u>69,511</u>	<u>42,368</u>
<b>Total Liabilities</b>		<u>181,259</u>	<u>95,425</u>
<b>Net Assets</b>		<u>366,213</u>	<u>505,070</u>
<b>Equity</b>			
Retained earnings	14	366,213	505,070
<b>Total Equity</b>		<u>366,213</u>	<u>505,070</u>



General Service Board of Alcoholics Anonymous Australia  
 ABN 77 001 417 125  
**Statement of Changes in Equity**  
 for the year ended 30 June 2017

	2017 \$	2016 \$
<b>Total Equity</b>		
Balance at the beginning of the year	505,070	631,907
Movement in equity from:		
Surplus / (deficit) for the year	(138,857)	(126,837)
<b>Balance at the end of the year</b>	<u>366,213</u>	<u>505,070</u>

General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125  
Statement of Cash Flows  
for the year ended 30 June 2017

	Notes	2017 \$	2016 \$
<b>Cash flows from operating activities</b>			
Receipts from customers		602,892	565,527
Payments to suppliers and employees		(625,730)	(687,264)
Interest received		1,795	9,527
<b>Net cash used in operating activities</b>		<u>(21,043)</u>	<u>(112,210)</u>
<b>Cash flows from investing activities</b>			
Receipt from (Payments for) investments		78,386	(9,086)
<b>Net cash provided by/(used in) investing activities</b>		<u>78,386</u>	<u>(9,086)</u>
<b>Net increase/(decrease) in cash held</b>		57,343	(121,296)
Cash and cash equivalents at the beginning of the financial year		89,222	210,518
<b>Cash and cash equivalents at the end of the financial year</b>	15	<u><u>146,565</u></u>	<u><u>89,222</u></u>

General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125  
Notes to the Financial Statements  
for the year ended 30 June 2017

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, Interpretations and other applicable authoritative pronouncements of the Australian Accounting Standards Board and the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial report was approved by the Directors as at the date of the Directors' report.

The financial report is for the entity General Service Board of Alcoholics Anonymous Australia as an individual entity. General Service Board of Alcoholics Anonymous Australia is a company limited by guarantee, incorporated and domiciled in Australia. General Service Board of Alcoholics Anonymous Australia is a not-for-profit entity for the purpose of preparing the financial statements.

The following is a summary of the material accounting policies adopted by the company in the preparation and presentation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

**(a) Basis of preparation of the financial report**

*Historical cost convention*

The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value of certain classes of assets and liabilities as described in the accounting policies.

**(b) Revenue**

Revenue from sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and the costs incurred or to be incurred in respect of the transaction can be measured reliably. Risks and rewards of ownership are considered passed to the buyer at the time of delivery of the goods to the customer.

Dividend revenue is recognised when the right to receive a dividend has been established. Dividends received from associates and joint venture entities are accounted for in accordance with the equity method of accounting.

Interest revenue is recognised when it becomes receivable on a proportional basis taking into account the interest rate applicable to the financial asset.

Donations and other revenue is recognised when the right to receive the revenue has been established.

All revenue is measured net of the amount of goods and services tax (GST).

**(c) Income tax**

No provision for income tax has been raised as the company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

**(d) Inventories**

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

General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125  
Notes to the Financial Statements  
for the year ended 30 June 2017

**NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

**(e) Financial instruments**

*Classification*

The company classifies its financial assets in the following categories: financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, and available-for-sale financial assets. The classification depends on the nature of the item and the purpose for which the instruments were acquired. Management determines the classification of its financial instruments at initial recognition.

*Held-to-maturity investments*

Held-to-maturity are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and the company intends to hold the investments to maturity. They are subsequently measured at amortised cost using the effective interest rate method.

*Loans and receivables*

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

*Financial liabilities*

Financial liabilities include trade payables, other creditors and loans from third parties including inter-company balances and loans from or other amounts due to Director-related entities.

Non-derivative financial liabilities are subsequently measured at amortised cost, comprising original debt less principal payments and amortisation.

Financial liabilities are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

**(f) Property, plant and equipment**

Each class of plant and equipment is carried at cost less, where applicable, any accumulated depreciation and any accumulated impairment losses.

*Plant and equipment*

Plant and equipment is measured on the cost basis.

*Depreciation*

The depreciable amount of all property, plant and equipment is depreciated over their estimated useful lives commencing from the time the asset is held ready for use.

Class of fixed asset	Depreciation rates	Depreciation Basis
Leasehold improvements at cost	20%	Straight line
Furniture, fixtures and fittings at cost	8% - 25%	Straight line



**NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

**(g) Intangibles**

*Website costs*

Website costs are initially recorded at the purchase price and then amortised on a straight line basis over the period of 3 years. The balances are reviewed annually and amounts written off to the extent the realisable future benefits are considered to be no longer probable.

Other intangible assets other than those acquired in a business combination are initially recorded at cost. Other intangible assets are amortised on a straight line basis over the period of 20 years. The balances are reviewed annually and amounts are written off to the extent the realisable future benefits are considered to be no longer probable.

**(h) Impairment of non-financial assets**

Assets are assessed for impairment whenever events or circumstances arise that indicate the asset may be impaired. An impairment loss is recognised when the carrying amount of an asset exceeds the asset's recoverable amount. Impairment losses in respect of individual assets are recognised immediately in profit or loss unless the asset is carried at a revalued amount such as property, plant and equipment, in which case the impairment loss is treated as a revaluation decrease in accordance with the applicable Standard.

The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal.

**(i) 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 benefit will result and that outflow can be measured reliably.

**(j) Leases**

Lease are classified at their inception as either operating or finance leases based on the economic substance of the agreement so as to reflect the risks and benefits incidental to ownership.

*Operating leases*

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as an expense on a straight line basis over the term of the lease.

Lease incentives received under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125  
Notes to the Financial Statements  
for the year ended 30 June 2017

**NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

**(k) Employment benefits**

*(i) Short-term employee benefit obligations*

Liabilities arising in respect of salaries and wages, annual leave, accumulated sick leave and any other employee benefit (other than termination benefits) expected to be settled wholly before twelve months after the end of the annual reporting period are measured at the (undiscounted) amounts based on remuneration rates which are expected to be paid when the liability is settled. The expected cost of short-term employee benefits in the form of compensated absences such as annual leave and accumulated sick leave is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables in the statement of financial position.

*(ii) Long-term employee benefit obligations*

The provision for other long-term employee benefits, including obligations for long service leave and annual leave, which are not expected to be settled wholly before twelve months after the end of the reporting period, are measured at the present value of the estimated future cash outflow to be made in respect of the services provided by employees up to the reporting date. Expected future payments incorporate anticipated future salary and wage levels, duration of service and employee turnover, and are discounted at rates determined by reference to market yields at the end of the reporting period on high quality corporate bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in the profit or loss in the periods in which the change occurs.

Other long-term employee benefit obligations are presented as current liabilities in the statement of financial position if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting date, regardless of when the actual settlement is expected to occur. All other long-term employee benefit obligations are presented as non-current liabilities in the statement of financial position.

**(l) Borrowing costs**

Borrowing costs including interest expense calculated using the effective interest method, finance charges in respect of finance leases, and exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest cost.

Borrowing costs are expenses as incurred.

**(m) Goods and Services Tax (GST)**

Revenues, expenses and purchased 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 statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**(n) Comparatives**

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosures.

**General Service Board of Alcoholics Anonymous Australia**

**ABN 77 001 417 125**

**Notes to the Financial Statements  
for the year ended 30 June 2017**

**NOTE 2: REVENUE AND OTHER INCOME**

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Sales revenue		
- Sale of goods	283,720	287,643
Total revenue from operating activities	<u>283,720</u>	<u>287,643</u>
Other Revenue		
- Interest income	1,795	9,527
- Donations and grants	245,348	222,309
- Other revenue	47,839	77,703
Total revenue from non-operating activities	<u>294,982</u>	<u>309,539</u>
Total revenue and other income	<u><u>578,702</u></u>	<u><u>597,182</u></u>

**NOTE 3: OPERATING SURPLUS**

Surplus / (deficit) before income tax has been determined after:

- Cost of Sales	132,307	134,744
- Depreciation	(1,375)	(1,500)
- Bad and doubtful debts	(45)	(3,470)
	<u>130,887</u>	<u>129,774</u>

**NOTE 4: KEY MANAGEMENT PERSONNEL COMPENSATION**

Compensation received by key management personnel of the company

- short-term employee benefits	87,816	88,787
- Post-employment benefits	7,669	7,482
	<u>95,485</u>	<u>96,269</u>

**NOTE 5: CASH AND CASH EQUIVALENTS**

Cash at bank and on hand	146,565	89,222
	<u>146,565</u>	<u>89,222</u>

**NOTE 6: RECEIVABLES**

**CURRENT**

Trade Debtors	35,980	57,132
Impairment Loss	(11,191)	(19,353)
	<u>24,789</u>	<u>37,779</u>

Other Debtors and deposits	1,773	6,606
Loans to Regions	2,400	2,400
Impairment Loss	-	-
	<u>28,962</u>	<u>46,785</u>

**NON CURRENT**

Amount receivable from:

- director related parties	14,708	14,708
- other related body corporates	20,000	20,000
	<u>34,708</u>	<u>34,708</u>
	<u><u>34,708</u></u>	<u><u>34,708</u></u>



General Service Board of Alcoholics Anonymous Australia

ABN 77 001 417 125

Notes to the Financial Statements  
for the year ended 30 June 2017

**NOTE 7: INVENTORIES**

	2017 \$	2016 \$
<b>CURRENT</b>		
<i>At Cost</i>		
Finished goods - at cost	127,069	154,460
Provision for impairment	(6,291)	(9,279)
	<u>120,778</u>	<u>145,181</u>

**NOTE 8: OTHER FINANCIAL ASSETS**

<b>CURRENT</b>		
<i>Held to maturity financial assets</i>		
Term Deposit	191,747	270,133
	<u>191,747</u>	<u>270,133</u>

The term deposit has an interest rate of 1.70% p.a and a maturity date of 12th September 2017

**NOTE 9: PROPERTY, PLANT AND EQUIPMENT**

<b>Leasehold improvements</b>		
At cost	23,026	23,026
Less: accumulated depreciation	(23,026)	(20,243)
	<u>-</u>	<u>2,783</u>
<b>Plant and equipment</b>		
Furniture, fixtures and fittings at cost	12,553	12,553
Less: accumulated depreciation	(12,535)	(11,160)
	<u>18</u>	<u>1,393</u>
Total Property, plant and equipment	<u>18</u>	<u>4,176</u>

**(a) Reconciliations**

<i>Leasehold improvements</i>		
Opening carrying amount	2,783	7,583
Less: amortisation expense	(2,783)	(4,800)
Closing carrying amount	<u>-</u>	<u>2,783</u>
<i>Furniture, fixtures and fittings</i>		
Opening carrying amount	1,393	2,893
Less: disposal	-	-
Less: depreciation expense	(1,375)	(1,500)
Closing carrying amount	<u>18</u>	<u>1,393</u>

**NOTE 10: INTANGIBLE ASSETS**

Website costs - at cost	28,019	28,019
Less: accumulated depreciation	(28,019)	(28,019)
	<u>-</u>	<u>-</u>

**NOTE 11: OTHER ASSETS**

<b>CURRENT</b>		
Prepayments	13,138	4,103
Other current assets	11,556	6,187
	<u>24,694</u>	<u>10,290</u>

General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125  
Notes to the Financial Statements  
for the year ended 30 June 2017

**NOTE 12: PAYABLES**

	2017	2016
	\$	\$
<b>CURRENT</b>		
<i>Unsecured liabilities</i>		
Trade Creditors	17,340	30,129
Sundry creditors and accruals	90,369	10,947
	<u>107,709</u>	<u>41,076</u>

**NOTE 13: PROVISIONS**

<b>CURRENT</b>		
Employee benefits	(a) 4,039	11,981
	<u>4,039</u>	<u>11,981</u>
<b>NON CURRENT</b>		
Employee benefits	(a) 69,511	42,368
	<u>69,511</u>	<u>42,368</u>
(a) Aggregate employee benefits liability	<u>73,550</u>	<u>54,349</u>

**NOTE 14: RETAINED SURPLUS**

Retained Surplus at beginning of year	505,070	631,907
Surplus / (deficit)	<u>(138,857)</u>	<u>(126,837)</u>
	<u>366,213</u>	<u>505,070</u>

**NOTE 15: CASH FLOW INFORMATION**

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in statement of financial position is as follows:

Cash at bank	146,565	89,222
	<u>146,565</u>	<u>89,222</u>

**NOTE 16: RELATED PARTY TRANSACTIONS**

(a) Apart from the loans to regions, there were no related party transactions during the year

(b) No Directors received remuneration during the year

**NOTE 17: CAPITAL AND LEASING COMMITMENTS**

(a) Operating lease commitments

Non-cancellable operating leases contracted for but not capitalised in the financial statements:

Payables		
- no later than one year	14,826	39,693
- later than one year and no later than five years	-	6,966
	<u>14,826</u>	<u>46,659</u>


Operating leases is for office rental with a lease period of five years. The office rental is reviewed each year in accordance with the relevant lease agreement. Balances exclude GST and amounts are payable monthly in advance


General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125  
Directors' Declaration

The Directors of the company declare that:

- (a) the financial statements and notes of the company are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*; and
  - (i) give a true and fair view of the company's financial position as at 30 June 2017 and of its performance for the financial year ended on that date; and
  - (ii) comply with the Australian Accounting Standards - Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act*
- (b) 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 MIKE EASTAWAY

  
\_\_\_\_\_  
Director BRETT FULLOON

Dated this second day of November 2017

General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125

Independent Audit Report  
to the members of  
General Service Board of Alcoholics Anonymous Australia

**Report on the Audit of the Financial Report**

**Opinion**

I have audited the financial report of General Service Board of Alcoholics Anonymous Australia (the Entity), which comprises the statement of financial position as at 30 June 2017, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by those charged with governance.

In my opinion, the accompanying financial report presents fairly, in all material respects, including:

- (i) giving a true and fair view of the Entity's financial position as at 30 June 2017 and of its financial performance for the year ended; and
- (ii) complying with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*.

**Basis for Opinion**

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described as in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the Entity in accordance with the auditor independence requirements of Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants* (the code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

The accounts for 2016 were audited by Pitcher Partners – Chartered Accountants, Sydney.



## Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the management determines 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 management is responsible for assessing the the Entity'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 management either intends to liquidate the Entity or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

## Auditor's Responsibilities for the Audit of the Financial Report

My 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 my 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. 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.

.....  
Graeme Kay – Registered Company Auditor

77/192 Vimiera Road, Marsfield NSW 2122

Dated this ..... day of .....2017

**DISCLAIMER**  
**TO THE GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA**

I have compiled the accompanying additional information of General Service Board of Alcoholics Anonymous Australia for the financial year ended 30 June 2017, as presented on pages 20-21. The additional information has been prepared to satisfy the information needs of the Directors of General Service Board of Alcoholics Anonymous Australia in accordance with the Accounting Policies adopted in the preparation of the annual financial statements of General Service Board of Alcoholics Anonymous Australia for the financial year ended 30 June 2017 as described in Note 1 to those financial statements.

*The Responsibility of the Directors*

The Directors of General Service Board of Alcoholics Anonymous Australia are solely responsible for the form and content of the additional information, the reliability, accuracy and completeness of the information used to compile it and for the determination that the basis of accounting used for its preparation is appropriate to meet their needs and appropriate for the purpose that the additional information was prepared.

*My Responsibility*

On the basis of information provided to me by management, I have compiled the accompanying additional information in accordance with the basis of accounting described above and APES 315 *Compilation of Financial Information*.

I have applied my professional expertise in accounting and financial reporting to compile the additional information in accordance with the basis of accounting described above. I have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

*Assurance Disclaimer*

Since a compilation engagement is not an assurance engagement I am not required to verify the reliability, accuracy or completeness of the information provided to me by management to compile the additional information or the appropriateness of the basis of accounting used for its preparation. Accordingly, I do not express an audit opinion or a review conclusion on the additional information.

The additional information was compiled exclusively for the benefit of the management and the Directors of General Service Board of Alcoholics Anonymous Australia. The additional information may not be suitable for other purposes. I do not accept responsibility for the contents of the additional information.

.....  
Graeme S Kay – Registered Company Auditor  
77/192 Vimiera Road, Marsfield NSW 2122

Dated this.....day of ..... 2017

General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125

Additional Information  
for the year ended 30 June 2017

Private information for the Directors  
On the 2017 Financial Statements

	2017 \$	2016 \$
<b>Income</b>		
Sale of Goods	283,720	287,643
<b>Less Cost of goods sold</b>		
Opening Inventory	145,181	136,707
Purchases / Materials used	107,904	143,219
	<u>253,085</u>	<u>279,926</u>
Less closing inventory	120,778	145,181
<b>Total cost of goods sold</b>	<u>132,307</u>	<u>134,745</u>
<b>Gross profit</b>	<u>151,413</u>	<u>152,898</u>
<b>Other operating income</b>		
Interest Income	5,763	9,527
Conference levies	43,871	45,945
Fiji Convention	-	43,497
Donations	245,348	210,570
<b>Total other operating income</b>	<u>294,982</u>	<u>309,539</u>
<b>Contribution Margin</b>	<u>446,395</u>	<u>462,437</u>
<b>Less Expenses</b>		
Audit and accountancy	(21,200)	(9,046)
Bad debts	45	3,470
Bank charges	(963)	(499)
Computer support	(2,070)	(911)
Conference / Seminar costs	(62,301)	(58,197)
Convention expenses	-	(41,810)
Depreciation and amortisation	(4,158)	(6,100)
Electricity and gas	(3,857)	(3,827)
Fringe benefit tax	(46,557)	-
General expenses	-	(4,305)
Holiday pay	7,941	1,493
Insurance expenses	(18,159)	(16,332)
Legal and trademark expenses	(5,719)	(2,200)
Long service leave	(27,143)	-
Meeting expenses	(1,000)	-
Office expenses	(11,587)	(10,890)
Postage and freight	(6,413)	(3,663)
Production costs	(4,188)	(4,555)
Public information expenses	(11,775)	(15,278)
Rent expenses	(45,995)	(32,575)
Repairs and maintenance	(555)	(502)
Salaries and wages	(231,688)	(231,786)
Subscriptions	-	(301)
Superannuation	(19,959)	(19,622)
Telephone	(6,183)	(5,970)
Travelling expenses	(46,942)	(125,867)
World service levy	(14,826)	-
	<u>(585,252)</u>	<u>(589,273)</u>
<b>Surplus / (deficit)</b>	(138,857)	(126,837)
Other comprehensive income for the year		-
<b>Total comprehensive income for the year</b>	<u>(138,857)</u>	<u>(126,837)</u>



General Service Board of Alcoholics Anonymous Australia  
ABN 77 001 417 125

Additional Information  
for the year ended 30 June 2017

Private information for the Directors  
On the 2017 Financial Statements

	2017 \$	2016 \$
<b>NOTE 11: Other current assets</b>		
GST refundable	<u>11,556</u>	<u>6,187</u>
 <b>NOTE 12: Sundry creditors and accruals</b>		
Collection due to others	15,680	4,923
FBT payable	46,557	-
Salaries accrual	-	1,678
Accruals	-	560
PAYG withholding tax	16,587	2,158
Superannuation payable	1,545	1,628
Provision for audit	<u>10,000</u>	<u>-</u>
	<u>90,369</u>	<u>10,947</u>
 <b>NOTE 13: Provisions</b>		
<b>Current employee benefits</b>		
Annual leave	4,039	11,981
	<u>4,039</u>	<u>11,981</u>
 <b>Non-current employee benefits</b>		
Long service leave	69,511	42,368
	<u>69,511</u>	<u>42,368</u>