

SECTION 7

AUDITED FINANCIAL REPORT

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

Financial report
For the year ended 30 June 2015

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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 Service Board of Alcoholics Anonymous Australia for the year ended 30 June 2015 and auditor's report thereon. This financial report has been prepared in accordance with Australian Accounting Standards.

Directors names

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

David Brown Resigned 12 October 2014

Paul Bugden

Rodger Bull

Michael Coolahan

Michael Eastaway

Brett Fulloon

Mark Gardiner Resigned 9 February 2015

Thomas Grigg Resigned 31 December 2014

Douglas Kelly Resigned 26 March 2015

Bruce Macaulay

Robyn Newman Appointed 11 July 2015

Mary Preuss Resigned 31 December 2014

Kerry Sheahan

Maurice Smith

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.

**GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125**

DIRECTORS' REPORT

Company performance

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.

Information on directors

David Brown

Special responsibilities Class A Trustee

Paul Bugden

Special responsibilities Eastern Region Trustee

Rodger Bull

Special responsibilities Class A Trustee

Michael Coolahan

Special responsibilities Southern Region Trustee

Michael Eastaway

Special responsibilities General Service Trustee

Brett Fulloon

Special responsibilities Northern Region Trustee

Mark Gardiner

Special responsibilities Class A Trustee

Thomas Grigg

Special responsibilities Eastern Regional Trustee

Douglas Kelly

Special responsibilities Central Region Trustee

Bruce Macaulay

Special responsibilities General Service Trustee

Robyn Newman

Special responsibilities Central Region Trustee

**GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125**

DIRECTORS' REPORT

Information on directors (Continued)

Mary Preuss

Special responsibilities Northern Eastern Region Trustee, Chairperson

Kerry Sheahan

Special responsibilities Western Regional Trustee

Maurice Smith

Special responsibilities Class E Trustee, Deputy Chairperson

Meetings of directors

Directors	Directors' meetings	
	Number eligible to attend	Number attended
David Brown	1	-
Paul Bugen	1	1
Rodger Bull	3	3
Michael Coolahan	3	3
Michael Eastaway	3	3
Brett Fulloon	1	1
Mark Gardiner	2	2
Thomas Grigg	2	2
Douglas Kelly	3	3
Bruce Macaulay	3	2
Robyn Newman	-	-
Mary Preuss	2	2
Kerry Sheahan	3	3
Maurice Smith	3	2

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 out standings and obligations of the company. At 30 June 2015 the number of members was 9. The combined 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.

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125

DIRECTORS' REPORT

Signed on behalf of the board of directors.

Director:  _____

Director:  _____

Dated this *8th* day of *November* 2015



PITCHER PARTNERS
ACCOUNTANTS • AUDITORS • ADVISORS

Level 22 MLC Centre
19 Martin Place
Sydney NSW 2000
Australia

Postal Address:
GPO Box 1615
Sydney NSW 2001
Australia

Tel: +61 2 9221 2099
Fax: +61 2 9223 1762

www.pitcher.com.au
partners@pitcher-nsw.com.au

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**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**

In relation to the independent audit for the year ended 30 June 2015, 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*; and
- (ii) No contraventions of any applicable code of professional conduct.

Mark Godlewski
Partner

PITCHER PARTNERS
SYDNEY

Date: 20 November 2015

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
Revenue and other income			
Sales revenue	2	306,175	312,968
Other revenue	2	<u>350,407</u>	<u>288,344</u>
	2	<u>656,582</u>	<u>601,312</u>
Less: expenses			
Changes in inventories of finished goods and work in progress	3	18,430	9,438
Cost of Goods Sold	3	(143,083)	(128,112)
Depreciation and amortisation expense	3	(6,261)	(6,099)
Employee benefits expense		(250,815)	(241,975)
Rent expenses		(30,672)	(28,206)
Insurance expenses		(17,222)	(17,704)
Telephone expenses		(7,660)	(6,160)
Postage		(7,745)	(3,633)
Public information expenses		(25,504)	(26,697)
Conference/ Seminar costs		(124,287)	(93,299)
Travel		(17,533)	(5,824)
Travel - international delegates		(22,161)	(9,391)
World service levy		(12,195)	-
Other Expenses		<u>(60,290)</u>	<u>(45,762)</u>
		<u>(706,998)</u>	<u>(603,424)</u>
Surplus / (deficit)		(50,416)	(2,112)
Other comprehensive income for the year		-	-
Total comprehensive income		<u>(50,416)</u>	<u>(2,112)</u>

The accompanying notes form part of these financial statements.

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015

	Note	2015 \$	2014 \$
Current assets			
Cash and cash equivalents	5	210,518	298,656
Receivables	6	27,527	45,670
Inventories	7	136,706	118,277
Other financial assets	8	261,047	253,957
Other assets	11	<u>38,290</u>	<u>16,806</u>
Total current assets		<u>674,088</u>	<u>733,366</u>
Non-current assets			
Receivables	6	24,708	17,108
Property, plant and equipment	9	<u>10,476</u>	<u>16,783</u>
Total non-current assets		<u>35,184</u>	<u>33,891</u>
Total assets		<u>709,272</u>	<u>767,257</u>
Current liabilities			
Payables	12	21,524	35,142
Provisions	13	<u>13,474</u>	<u>11,642</u>
Total current liabilities		<u>34,998</u>	<u>46,784</u>
Non-current liabilities			
Provisions	13	<u>42,368</u>	<u>38,151</u>
Total non-current liabilities		<u>42,368</u>	<u>38,151</u>
Total liabilities		<u>77,366</u>	<u>84,935</u>
Net assets		<u>631,906</u>	<u>682,322</u>
Equity			
Retained surplus	14	<u>631,906</u>	<u>682,322</u>
Total equity		<u>631,906</u>	<u>682,322</u>

The accompanying notes form part of these financial statements.

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
Total equity		
Balance at beginning of the year	682,322	684,434
Movements in equity from:		
Surplus / (deficit) for the year	<u>(50,416)</u>	<u>(2,112)</u>
Balance at the end of the year	<u>631,906</u>	<u>682,322</u>

The accompanying notes form part of these financial statements.

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
Cash flow from operating activities			
Receipts from customers		636,596	601,258
Payments to suppliers and employees		(724,943)	(599,458)
Interest received		<u>7,299</u>	<u>9,436</u>
Net cash provided by / (used in) operating activities		<u>(81,048)</u>	<u>11,236</u>
Cash flow from investing activities			
Payment for property, plant and equipment		-	(4,962)
Payment for investments		<u>(7,090)</u>	<u>(9,148)</u>
Net cash provided by / (used in) investing activities		<u>(7,090)</u>	<u>(14,110)</u>
Reconciliation of cash			
Cash at beginning of the financial year		298,656	301,530
Net increase / (decrease) in cash held		<u>(88,138)</u>	<u>(2,874)</u>
Cash at end of financial year	15(a)	<u><u>210,518</u></u>	<u><u>298,656</u></u>

The accompanying notes form part of these financial statements.

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

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 for certain classes of assets 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.

Revenue from the rendering of services is recognised upon the delivery of the service to the customers.

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 in to account the interest rates applicable to the financial assets.

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

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

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(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.

(e) Financial instruments

Classification

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

Held-to-maturity investments

Fixed term investments intended to be held to maturity are classified as held-to-maturity investments. They are measured at amortised cost using the effective interest rate method.

Loans and receivables

Loans and receivables are measured at fair value at inception and subsequently 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 recognised 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.

**GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) Property, plant and equipment

Each class of plant and equipment is carried at cost or fair value 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. Land and the land component of any class of property, plant and equipment is not depreciated.

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

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

(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 any balance representing future benefits the realisation of which is considered to be no longer probable are written off.

(h) Impairment of non-financial assets

An impairment loss is recognised where the carrying amount of the asset exceeds its recoverable amount. The recoverable amount of an asset is defined as the higher of its fair value less costs to sell and value in use.

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. The expected net cash flows have been discounted to present values in determining recoverable amounts.

(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 benefits will result and that outflow can be reliably measured.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(j) Leases

Leases 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.

(k) Employee benefits

(i) Short-term employee benefit obligations

Liabilities arising in respect of wages and salaries, annual leave and any other employee benefits expected to be settled within twelve months of the reporting date are measured at their nominal 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 is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables.

(ii) Long-term employee benefit obligations

Liabilities arising in respect of long service leave and annual leave which is not expected to be settled within twelve months of the reporting date are measured at the present value of the estimated future cash outflow to be made in respect of services provided by employees up to the reporting date.

Employee benefit obligations are presented as current liabilities 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.

(l) Borrowing costs

Borrowing costs can include 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 costs.

Borrowing costs are expensed as incurred.

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(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.

	2015	2014
	\$	\$
NOTE 2: REVENUE AND OTHER INCOME		
Sales revenue		
Sale of goods	262,166	269,237
Conference levies	<u>44,009</u>	<u>43,731</u>
	<u>306,175</u>	<u>312,968</u>
Other revenue		
Convention surplus	62,466	45,022
Interest income	7,299	9,436
Donations and grants	261,707	212,959
Other Revenue	<u>18,935</u>	<u>20,927</u>
	<u>350,407</u>	<u>288,344</u>
	<u>656,582</u>	<u>601,312</u>

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
NOTE 3: OPERATING SURPLUS		
Surplus / (deficit) before income tax has been determined after:		
Cost of sales	124,653	118,674
Depreciation	6,261	6,099
Bad and doubtful debts	<u>16,964</u>	<u>2,268</u>
NOTE 4: KEY MANAGEMENT PERSONNEL COMPENSATION		
Compensation received by key management personnel of the company		
- short-term employee benefits	86,875	82,915
- post-employment benefits	<u>7,367</u>	<u>6,765</u>
	<u><u>94,242</u></u>	<u><u>89,680</u></u>
NOTE 5: CASH AND CASH EQUIVALENTS		
Cash at bank	<u>210,518</u>	<u>298,656</u>
	<u><u>210,518</u></u>	<u><u>298,656</u></u>

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
NOTE 6: RECEIVABLES		
CURRENT		
Trade debtors	42,703	32,536
Impairment loss	<u>(23,345)</u>	<u>(6,381)</u>
	19,358	26,155
Other debtors and deposits	5,769	7,115
Loans to regions	2,400	2,400
Amounts receivables from:		
- Loans to national conventions	<u>-</u>	<u>10,000</u>
	<u><u>27,527</u></u>	<u><u>45,670</u></u>
NON CURRENT		
Amounts receivable from:		
- Loans to regions	14,708	17,108
- Loans to national conventions	<u>10,000</u>	<u>-</u>
	<u><u>24,708</u></u>	<u><u>17,108</u></u>
NOTE 7: INVENTORIES		
CURRENT		
<i>At cost</i>		
Finished goods - at cost	145,985	127,556
Provision for impairment	<u>(9,279)</u>	<u>(9,279)</u>
	<u>136,706</u>	<u>118,277</u>
	<u><u>136,706</u></u>	<u><u>118,277</u></u>
NOTE 8: OTHER FINANCIAL ASSETS		
CURRENT		
<i>Held to maturity financial assets</i>		
Term Deposit	<u>261,047</u>	<u>253,957</u>
	<u><u>261,047</u></u>	<u><u>253,957</u></u>

The term deposit has an interest rate of 2.45% p.a. and a maturity date of the 12 September 2015.

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
NOTE 9: PROPERTY, PLANT AND EQUIPMENT		
Leasehold improvements		
At cost	23,026	23,026
Accumulated depreciation	<u>(15,443)</u>	<u>(10,838)</u>
	<u>7,583</u>	<u>12,188</u>
Plant and equipment		
Furniture, fixtures and fittings at cost	12,553	12,598
Less accumulated depreciation	<u>(9,660)</u>	<u>(8,003)</u>
	<u>2,893</u>	<u>4,595</u>
Total property, plant and equipment	<u>10,476</u>	<u>16,783</u>
(a) Reconciliations		
<i>Leasehold improvements</i>		
Opening carrying amount	12,188	16,793
Amortisation expense	<u>(4,605)</u>	<u>(4,605)</u>
Closing carrying amount	<u>7,583</u>	<u>12,188</u>
<i>Furniture, fixtures and fittings</i>		
Opening carrying amount	4,595	1,127
Additions	-	4,962
Disposals	(46)	-
Depreciation expense	<u>(1,656)</u>	<u>(1,494)</u>
Closing carrying amount	<u>2,893</u>	<u>4,595</u>
NOTE 10: INTANGIBLE ASSETS		
Website costs - at cost	28,019	28,019
Less accumulated amortisation	<u>(28,019)</u>	<u>(28,019)</u>
	<u>-</u>	<u>-</u>
NOTE 11: OTHER ASSETS		
CURRENT		
Prepayments	15,103	16,806
Other current assets	<u>23,187</u>	<u>-</u>
	<u>38,290</u>	<u>16,806</u>

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
NOTE 12: PAYABLES		
CURRENT		
<i>Unsecured liabilities</i>		
Trade creditors	7,098	5,035
Sundry creditors and accruals	<u>14,426</u>	<u>30,107</u>
	<u><u>21,524</u></u>	<u><u>35,142</u></u>
 NOTE 13: PROVISIONS		
CURRENT		
Employee benefits	(a) <u>13,474</u>	<u>11,642</u>
	<u><u>13,474</u></u>	<u><u>11,642</u></u>
NON CURRENT		
Employee benefits	(a) <u>42,368</u>	<u>38,151</u>
	<u><u>42,368</u></u>	<u><u>38,151</u></u>
(a) Aggregate employee benefits liability	55,842	49,793
 NOTE 14: RETAINED SURPLUS		
Retained surplus at beginning of year	682,322	684,434
Surplus / (deficit)	<u>(50,416)</u>	<u>(2,112)</u>
	<u><u>631,906</u></u>	<u><u>682,322</u></u>

**GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015**

	2015	2014
	\$	\$

NOTE 15: CASH FLOW INFORMATION

(a) Reconciliation of cash

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

Cash at bank	<u>210,518</u>	<u>298,656</u>
	<u>210,518</u>	<u>298,656</u>

NOTE 16: RELATED PARTY TRANSACTIONS

(a) 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:

Payable

- not later than one year

37,798

34,789

- later than one year and not later than five years

44,537

82,334

82,335

117,123

Operating leases are for office rental and a photocopier with lease periods 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.

NOTE 18: EVENTS SUBSEQUENT TO REPORTING DATE

There has been no matter or circumstance, which has arisen since 30 June 2015 that has significantly affected or may significantly affect:

- (a) the operations, in financial years subsequent to 30 June 2015, of the company, or
- (b) the results of those operations, or
- (c) the state of affairs, in financial years subsequent to 30 June 2015, of the company.


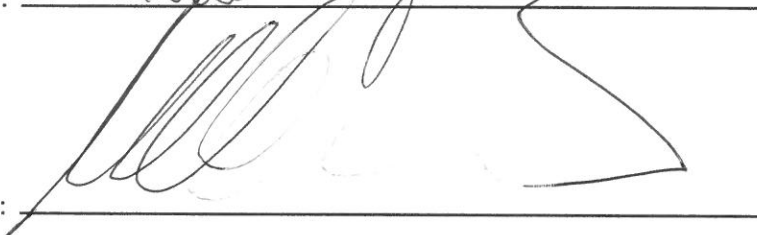
GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
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DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 6 - 19, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*: and
 - (a) comply with Australian Accounting Standards - Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012*; and
 - (b) give a true and fair view of the financial position as at 30 June 2015 and 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: 
Director: 

Dated this 8th day of November 2015



PITCHER PARTNERS

ACCOUNTANTS • AUDITORS • ADVISORS

Level 22 MLC Centre
19 Martin Place
Sydney NSW 2000
Australia

Postal Address:
GPO Box 1615
Sydney NSW 2001
Australia

Tel: +61 2 9221 2099
Fax: +61 2 9223 1762

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**GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA**

We have audited the accompanying financial report of General Service Board of Alcoholics Anonymous Australia, which comprises the statement of financial position as at 30 June 2015, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine is necessary to enable the preparation and fair presentation 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 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 about 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 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 by the directors, as well as evaluating the overall presentation of the financial report.

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

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA

Independence

In conducting our audit, we have complied with the independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Opinion

In our opinion, the financial report of General Service Board of Alcoholics Anonymous Australia is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards-Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012*.



Mark Godlewski

Partner



PITCHER PARTNERS

SYDNEY

Date: 20 November 2015



PITCHER PARTNERS

ACCOUNTANTS • AUDITORS • ADVISORS

Level 22 MLC Centre
19 Martin Place
Sydney NSW 2000
Australia

Postal Address:
GPO Box 1615
Sydney NSW 2001
Australia

Tel: +61 2 9221 2099
Fax: +61 2 9223 1762

www.pitcher.com.au
partners@pitcher-nsw.com.au

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**GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125**

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

We have compiled the accompanying additional financial data presented on pages 24 - 25 in accordance with the books and records of the company, which have been subjected to auditing procedures applied in our statutory audit of the company for the year ended 30 June 2015.

Our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than General Service Board of Alcoholics Anonymous Australia) in respect of such data, including any errors or omissions therein however caused.

The responsibility of the directors

The directors of General Service Board of Alcoholics Anonymous Australia are solely responsible for the additional financial data and have determined that it is appropriate to meet their needs.

Our responsibility

Our procedures use accounting expertise to collect, classify and summarise the financial information provided to us, to compile the additional financial data in accordance with APES 315 *Compilation of Financial Information*. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

Mark Godlewski

Partner

PITCHER PARTNERS

SYDNEY

Date: 20 November 2015

**GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125**

**ADDITIONAL INFORMATION
FOR THE YEAR ENDED 30 JUNE 2015**

**PRIVATE INFORMATION FOR THE DIRECTORS
ON THE 2015 FINANCIAL STATEMENTS**

	2015	2014
	\$	\$
Income		
Sale of goods	262,166	269,237
Less cost of goods sold		
Opening Inventory	118,277	108,839
Purchases/Materials used	143,082	127,587
Write downs	-	525
	<u>261,359</u>	<u>236,951</u>
Less closing inventory	<u>136,707</u>	<u>118,277</u>
Total cost of goods sold	<u>124,652</u>	<u>118,674</u>
Gross profit	<u>137,514</u>	<u>150,563</u>
Other operating income		
Conference levies	44,009	43,731
Interest income	7,299	9,436
Convention surplus	62,466	45,022
Other revenue	18,935	20,926
Donations	<u>261,707</u>	<u>212,959</u>
Total other operating income	<u>394,416</u>	<u>332,074</u>
Contribution margin	<u>531,930</u>	<u>482,637</u>
Less expenses		
Administration costs	2,290	2,411
Audit fees	9,118	8,446
Bad debts	16,964	2,268
Bank charges	498	676
Computer expenses	652	2,529
Conference/Seminar Costs	128,273	93,299
Depreciation	6,261	6,099
Donations	-	2,000
Electricity	3,219	3,536
Gas	286	263
General expenses	19	2,161
Hire of plant and equipment	5,440	5,440
Holiday pay	1,832	1,243

This statement should be read in conjunction with the attached disclaimer.

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS AUSTRALIA
ABN 77 001 417 125

ADDITIONAL INFORMATION
FOR THE YEAR ENDED 30 JUNE 2015

PRIVATE INFORMATION FOR THE DIRECTORS
ON THE 2015 FINANCIAL STATEMENTS

	2015	2014
	\$	\$
Insurance	17,222	17,704
Long service leave	4,217	3,357
Office supplies	7,808	4,169
Postage	7,745	3,633
Production costs	3,767	5,416
Public information expenses	25,504	26,697
Rent	30,672	28,206
Repairs and maintenance	473	476
Salaries and wages	225,608	219,293
Sundry expenses	5,771	5,970
Superannuation	19,158	18,082
Telephone	7,660	6,160
Travelling expenses	39,694	15,214
World Service Levy	<u>12,195</u>	<u>-</u>
Total expenses	<u>582,346</u>	<u>484,748</u>
Surplus / (deficit)	<u>(50,416)</u>	<u>(2,111)</u>

This statement should be read in conjunction with the attached disclaimer.