

Notes to the Financial Statements for the Year Ended 30 June 2020

The general purpose financial statements cover Stormwater Industry Association Ltd (t/a Stormwater Australia) including the financial operations of the Stormwater Quality Improvement Device Evaluation Process (SQIDEP) verification scheme.

Stormwater Australia is an unlisted company limited by guarantee and incorporated and domiciled in Australia. It operates within the terms of the Stormwater Australia Constitution, Policies and By-laws as provided on the Association website.

Stormwater Australia was registered under the Corporations Act 2001 (Cwth) on 30 June 2000 allowing it to operate in all Australian jurisdictions.

These financial statements were authorised for issue on 18th December 2020 by the members of the Board.

INCOME

Stormwater Australia, as a member-based organisation derives most of its income from Membership levies on the State Associations and Sustaining Memberships, and the National Conference held every two years.

The National Conference scheduled for September 2020 was postponed due to COVID restrictions and as a result, conference income has been delayed. Comparison with the 18/19 financial year indicates a significant variation as a result of reconciliation of profits from the 2018 conference in 2019. Income from the Stormwater 2021 conference is anticipated to be modest as a result of format changes and COVID restrictions.

State Membership levies are reduced as a result of delayed issuing of invoices in consideration of potential COVID impacts on the State Associations.

Income from SQIDEP certification will be shown in 2020/2021. Strong growth is expected this year.

EXPENSES

Operating expenses decreased by \$44,318 in 2019/2020 following concerted efforts by the Board to reduce outgoings. Replacement of the Bulletin with an Email Newsletter saved \$14,250. Termination of the external Accountant/Bookkeeper services also conserved ~\$10,000.

Staff costs have increased with the employment of an Administration Officer 16 hours per week that should offset external consultancy and sundry administration costs. The largest expense this year has been the investment in Stormwater 2021 national conference.

Costs associated with the set up of the SQIDEP process (confidentiality agreements, legal fees, etc) were incurred in FY19/20 that will be offset with income from Application fees in FY20/21. The entire process is forecast to be cost-neutral from FY21/22.

STATEMENT OF FINANCIAL POSITION

As at 30 June 2020, Stormwater Australia had \$115,644 in Total Equity, with a Cash balance of \$115,904.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Special Purpose Financial Statements

The statements are prepared on the basis that the Company is a non-reporting entity because there are no users dependent on a general purpose financial report. The financial report is therefore a special purpose financial report.

(b) Basis of Preparation

The financial statements are prepared on a cash basis, revenues and expenses are recognised when they are earned or incurred, when the money is actually received or paid. The comparative figures for the previous year are not adjusted to cash basis and remain on accrual basis as audited.

(c) Goods and Services Tax (GST)

Revenues and expenses are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances, the GST is recognised as part of the expenditure.

(d) Income Tax

Stormwater Australia is a not-for-profit membership organisation and the income tax is determined by the Mutuality Principle. It is based on the proposition that an organisation cannot derive income from itself. The principle provides that where a number of persons contribute to common fund created and controlled by them for a common purpose, any surplus arising from the use of that fund for the common purpose is not income. This principle does not extend to include income that is derived from sources outside that group. Therefore the income from sources outside the group and the associated expenses are used to determine the tax liability.

STORMWATER INDUSTRY ASSOCIATION LTD

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
INCOME		
Advertising Income	-	-
Interest Income	190	683
Interest Income - ATO	44	44
Member Levies		
* Victoria	7,489	8,925
* New South Wales	12,974	11,021
* Queensland	8,848	9,764
* South Australia	5,645	7,620
* Western Australia	1,288	5,324
National (Sustaining) Levies	-	-
National Conference Income	-	47,837
SQIDEP	-	3,000
Substancing Member Fees	19,200	29,600
Sundry Income	74	811
	<u>55,752</u>	<u>124,629</u>

STORMWATER INDUSTRY ASSOCIATION LTD**PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 30 JUNE 2020**

	2020	2019
EXPENSES		
ASIC	1,578	931
Advertising	112	-
Accounting Fees	6,373	9,300
Administration/Secretarial Work Fees	-	-
Bank Charges	-	145
Bulletin Costs	-	5,000
Catering	171	-
Computer Expenses	524	852
2021 Conference	22,727	14,787
Consultancy	920	21,335
Director Cost and Travel	8,043	11,711
Finance Officer	-	19,535
Interest Expenses - ATO	44	42
Insurance	-	1,578
Mediation	10,638	
Payments to SIA NSW	-	9,330
Payments to SIA WA	-	455
Printing, Postage & Stationery	70	-
Secretarial & Exec Officer	3,377	
SQIDEP	7,681	660
Superannuation expense	291	
Sundry Expenses	285	198
Teleconference Expenses	1,232	1,367
Telephone & Internet	-	-
Travel Expenses	-	2,574
Website Costs	9,165	4,453
	<u>73,231</u>	<u>104,253</u>
NET INCOME/LOSS FOR YEAR	<u><u>-\$ 17,479</u></u>	<u><u>\$ 20,376</u></u>

STORMWATER INDUSTRY ASSOCIATION LTD

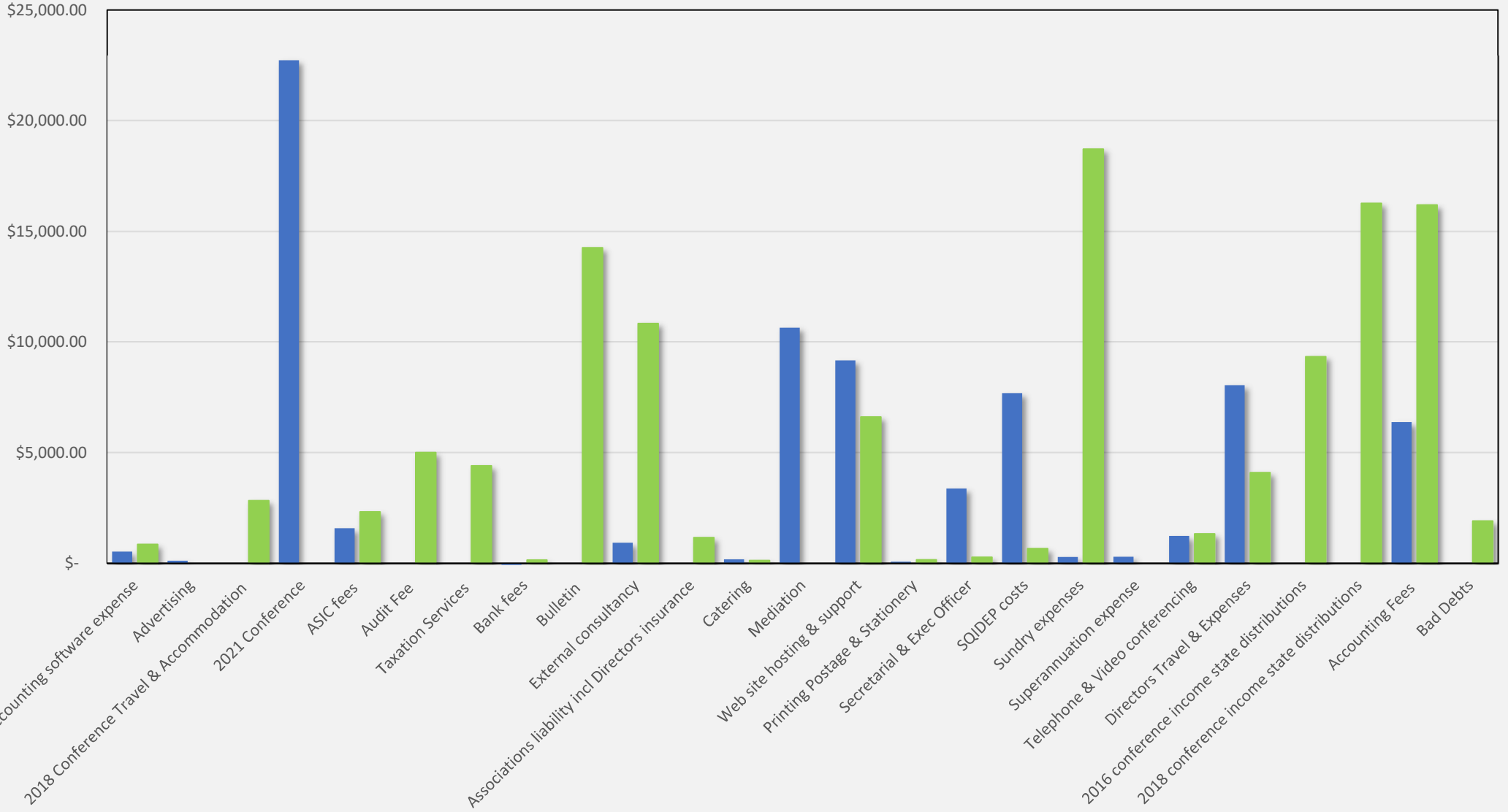
BALANCE SHEET AS AT 30 JUNE 2020

	2020	2019
EQUITY		
Retained Profits	131,203	120,310
Less Adjustment due to change from accrual basis to cash basis	-	9,483
Add Adjustments to Retained Profits due to change of opening balance of retained profits	1,920	-
Net Income/Loss for year	- 17,479	20,376
	<u>\$ 115,644</u>	<u>\$ 131,203</u>
 CURRENT ASSETS		
Cash at Bank (National)	115,904	131,203
GST Refundable	-	-
Trade Debtors - ATO clearing account	31	-
	<u>115,935</u>	<u>131,203</u>
 INTANGIBLE ASSETS	<u>-</u>	<u>-</u>
 TOTAL ASSETS	<u>115,935</u>	<u>131,203</u>
 CURRENT LIABILITIES		
Other Payable - superannuation	291	-
Trade Creditors	-	-
Unearned Income	-	-
	<u>291</u>	<u>-</u>
 TOTAL LIABILITIES	<u>291</u>	<u>-</u>
 NET ASSETS	<u>\$ 115,644</u>	<u>\$ 131,203</u>

Operating Expenses



■ 2019/2020 ■ 2018/2019



STORMWATER INDUSTRY ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS

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STORMWATER INDUSTRY ASSOCIATION LTD
INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
STORMWATER INDUSTRY ASSOCIATION LTD

Scope

We have audited the financial report, being the Financial Statements of Stormwater Industry Association Ltd for the year ended 30 June 2020. The Association's committee is responsible for the financial report. We have conducted an independent audit of this financial report so as to express an opinion on them to the members of the association.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our procedures included the evaluation of accounting policies and significant accounting estimates and examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report. These procedures have been undertaken to form an opinion whether in all material respects, the financial report presents fairly, in accordance with Australian Accounting Standards and other mandatory professional reporting requirements in Australia, so as to present a view which is consistent with our understanding of the Association's financial position, the results of its operations and its cash flows.

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

Audit Opinion

Our firm, E H Tan & Co, is a registered company auditor with the ASIC and we are fully independent of all our clients.

The standard of bookkeeping is of high and reliable quality and it complies with general accounting practices.

In our opinion, the financial report presents truly and fairly, in accordance with applicable Australian Accounting Standards and other mandatory professional reporting requirements in Australia, the financial position of the association as at 30 June 2020, and the results of its operations for the year then ended.

Eng Hwa Tan
E H Tan & Co Chartered Accountants, Richmond, Victoria 3121
Dated this 10 November 2020

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