

Society of Australian Genealogists

ACN 000 049 678

Financial Statements

For the Year Ended 31 December 2018

Society of Australian Genealogists

ACN 000 049 678

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Society of Australian Genealogists

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Directors' Report

For the Year Ended 31 December 2018

The directors present their report on Society of Australian Genealogists ("the Company") for the financial year ended 31 December 2018.

General information

Directors

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

Names	Position	Appointed/Resigned
Melissa Hulbert	President	Appointed President on 12 December 2018
Alison Margaret Wolf	Vice President	
John Daniel Dorrian	Honorary Treasurer	Appointed 12 December 2018
John Leonard Burke	Honorary Secretary	
Martyn Christopher Harold Killion		Retired as President on 12 December 2018
Ian James Johnson		Resigned 10 October 2018
Kerry Farmer		Appointed 14 February 2018
Megan Martin		
Michelle Nichols		
Janette Louise Pelosi		
Philip Young		

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

Principal activities

The principal activity of Society of Australian Genealogists during the financial year was the conduct of a Family History Society.

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 ensure the ongoing advancement of education by the promotion of history and, in particular, family history and allied subjects (through, inter alia, the maintenance of a library, research assistance, scholarly presentations and publication). The company is also committed:

- to attracting and retaining members and
- ensuring an appropriate level of Corporate Governance

Long term objectives

The company's long term objectives are the same as the short term objectives although the company also aims to ensure its ongoing financial sustainability.

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Directors' Report

For the Year Ended 31 December 2018

General information

Strategy for achieving the objectives

To achieve these objectives, the company has adopted the following strategies:

- ongoing development and improvement of collections and members services
- delivery of more online member services via an enhanced website
- planning to ensure appropriate accommodation for the Society's collections and operations
- ongoing improvement of Corporate Governance practices, including sound risk management practices and continuous compliance with all relevant laws and regulations
- good management of finances, including prudent investment strategies and careful monitoring over all its assets
- use of Committees in key areas to allow more detailed and focused development of strategies, policies and plans

Performance measures

The following measures are used within the company to monitor performance:

- monthly Board meetings to monitor performance and manage issues arising
- monthly reports from all operations as required
- monthly reports of membership numbers
- monthly management accounts comparing actual performance to budget
- ad hoc surveys and self assessments against best practice

Members' guarantee

Society of Australian Genealogists is a company limited by guarantee. If the company is wound up, the constitution states that each current member or member within the previous 12 months is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the company.

Operating results and review of operations for the year

Operating results

The surplus of the company after providing for income tax amounted to \$ 327,901 (2017: deficit of \$ (97,511)).

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Directors' Report

For the Year Ended 31 December 2018

Information on directors

Melissa Hulbert	President (from 12 December 2018)
Qualifications	BSc (Hons)
Years as director	3
Occupation	Astronomy Programs Co-ordinator, Sydney Observatory
Alison Margaret Wolf	Vice President
Qualifications	BA, Dip Tech Inf Proc
Years as director	13
Occupation	Retired Computer Systems Analyst
John Daniel Dorrian	Honorary Treasurer (from 12 December 2018)
Qualifications	BA (Fin), FCA, MAICD
Years as director	-
Occupation	Company Director
John Leonard Burke	Honorary Secretary
Qualifications	PSM, BA, Dip. Lib, Dip. Archive Admin
Years as director	7
Occupation	Retired public servant
Special Responsibilities	Convenor, Finance, Audit & Compliance
Martyn Christopher Harold Killion	President (to 12 December 2018)
Qualifications	BA, Grad Dip App Sci Info, Dip FHS, FSAG
Years as director	19
Occupation	Public servant
Ian James Johnson	Resigned 10 October 2018
Qualifications	BSc (Hons), FCA
Years as director	11
Occupation	Risk Management & Governance Consultant
Kerry Farmer	
Qualifications	BSc BA
Years as director	1
Occupation	Retired Systems Analyst
Megan Martin	
Qualifications	MLitt, BA (Hons), Grad Dip Lib Sci, Grad Dip Aborig Studies, FSAG
Years as director	14
Occupation	Librarian
Special Responsibilities	Convenor, Collections
Michelle Nichols	
Qualifications	OAM, MA, G Dip LAH, Dip FHS, FSAG
Years as director	13
Occupation	Librarian

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Directors' Report

For the Year Ended 31 December 2018

Information on directors

Janette Louise Pelosi

Qualifications

BA (Hons) (Syd), Dip IM Lib, Dip IM ArchivAdmin MInfoStud (Lshp) AALIA
ASAAP MPHA

Years as director

5

Occupation

Archivist

Special Responsibilities

Convenor, Croker Prize for Biography, Convenor, Diploma & Certificate
Committee

Philip Young

Qualifications

Ass. Dip Welfare Work

Years as director

3

Occupation

Retired

Meetings of directors

During the financial year, 11 meetings of directors were held. Attendances by each director during the year were as follows:

Directors' Meetings		
Number eligible to attend	Number attended	
Melissa Hulbert	11	10
Alison Margaret Wolf	11	11
John Daniel Dorrian	1	1
John Leonard Burke	11	9
Martyn Christopher Harold Killion	11	10
Ian James Johnson	9	6
Kerry Farmer	10	7
Megan Martin	11	9
Michelle Nichols	11	9
Janette Louise Pelosi	11	11
Philip Young	11	7

Indemnification and insurance of officers and auditors

During the year, the company has paid premiums in respect of an insurance contract to indemnify officers against liabilities that may arise from their position as officers of the company. Officers indemnified include the directors and executive officers participating in the management of the company.

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Directors' Report

For the Year Ended 31 December 2018

Auditor's independence declaration

The auditor's independence declaration in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* for the year ended 31 December 2018 has been received and can be found on page 6 of the financial report.

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

Director: 
Melissa Hulbert

Director: 
John Daniel Dorrian

Dated this 22 day of Feb 2019

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Auditors Independence Declaration to the Directors of Society of Australian Genealogists

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, as lead auditor for the audit of Society of Australian Genealogists for the year ended 31 December 2018, I declare that, to the best of my knowledge and belief, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

HILL ROGERS

ASSURANCE PARTNERS



JOHN WILCOX
Partner

Dated this 8th day of March 2019

Assurance Partners

Hill Rogers Assurance Partners | ABN 56 435 338 966
Liability limited by a scheme approved under Professional Standards Legislation



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Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 31 December 2018

	Note	2018 \$	2017 \$
Income	2	1,238,353	526,580
Cost of sales		(87,387)	(80,875)
Employee benefits expense		(302,846)	(311,329)
Accommodation costs		(58,737)	(57,131)
Auditors remuneration		(10,000)	(10,000)
Bank charges		(8,150)	(10,006)
Depreciation and amortisation expense		(52,436)	(56,571)
Insurance		(14,902)	(16,366)
IT Expenses		(23,922)	(20,958)
Other expenses		(28,053)	(29,804)
Postage		(2,748)	(2,527)
Printing and stationery		(4,594)	(5,990)
Repairs and maintenance		(12,776)	(10,701)
Telephone and internet services		(13,155)	(11,726)
Loss on disposal of assets		(255)	(107)
Congress 2018 expenses		(290,491)	-
Surplus / (deficit) for the year		327,901	(97,511)
Other comprehensive income			
Other comprehensive income for the year		-	-
Total comprehensive income for the year		327,901	(97,511)

The accompanying notes form part of these financial statements.

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Statement of Financial Position

As at 31 December 2018

	Note	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	92,919	90,097
Trade and other receivables	4	8,213	219,072
Inventories	5	18,601	17,093
Other financial assets	7	1,745,069	1,413,211
Other assets	6	3,289	79,751
TOTAL CURRENT ASSETS		1,868,091	1,819,224
NON-CURRENT ASSETS			
Property, plant and equipment	8	1,311,389	1,353,913
TOTAL NON-CURRENT ASSETS		1,311,389	1,353,913
TOTAL ASSETS		3,179,480	3,173,137
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	11,840	24,974
Employee benefits	10	136,730	130,142
Other liabilities	11	111,920	426,932
TOTAL CURRENT LIABILITIES		260,490	582,048
TOTAL LIABILITIES		260,490	582,048
NET ASSETS		2,918,990	2,591,089
EQUITY			
Reserves		3,255	3,255
Retained earnings		2,915,735	2,587,834
TOTAL EQUITY		2,918,990	2,591,089

The accompanying notes form part of these financial statements.

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Statement of Changes in Equity

For the Year Ended 31 December 2018

2018

	Retained Earnings	Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 January 2018	2,587,834	3,255	2,591,089
Surplus attributable to the entity	327,901	-	327,901
Total other comprehensive income for the year	-	-	-
Balance at 31 December 2018	2,915,735	3,255	2,918,990

2017

	Retained Earnings	Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 January 2017	2,685,345	3,255	2,688,600
Deficit attributable to the entity	(97,511)	-	(97,511)
Total other comprehensive income for the year	-	-	-
Balance at 31 December 2017	2,587,834	3,255	2,591,089

The accompanying notes form part of these financial statements.

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Statement of Cash Flows

For the Year Ended 31 December 2018

	2018	2017
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Subscriptions and joining fees	248,964	263,977
Bequests and other operating inflows	815,353	229,010
Services revenue	55,600	57,195
Interest received	13,783	12,142
Dividends received	29,027	37,163
Payments to suppliers and employees	(788,761)	(632,086)
Net cash provided by (used in) operating activities	15 <u>373,966</u>	<u>(32,599)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	(10,167)	(7,038)
Purchase of financial assets	(360,977)	(178,483)
Net cash used by investing activities	<u>(371,144)</u>	<u>(185,521)</u>
Net increase (decrease) in cash and cash equivalents held	2,822	(218,120)
Cash and cash equivalents at beginning of year	90,097	308,217
Cash and cash equivalents at end of financial year	3 <u>92,919</u>	<u>90,097</u>

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements

For the Year Ended 31 December 2018

The financial statements are for Society of Australian Genealogists as a not-for-profit individual entity incorporated and domiciled in Australia. Society of Australian Genealogists is a company limited by guarantee.

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the the Australian Charities and Not-for-profits Commission Act 2012. Society of Australian Genealogists is a not-for-profit entity for the purpose of preparing the financial statements.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

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.

The financial statements were authorised for issue on 22/02/2019 by the directors of the company.

(b) Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

(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 are measured at the lower of cost and net realisable value.

Inventories acquired at no cost, or for nominal consideration are valued at the current replacement cost as at the date of acquisition.

(e) Property, Plant and Equipment

Classes of property, plant and equipment are measured using the cost or revaluation model as specified below.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

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Notes to the Financial Statements

For the Year Ended 31 December 2018

1 Summary of Significant Accounting Policies

(e) Property, Plant and Equipment

Land and buildings

Land and buildings are measured at cost less any accumulated depreciation and any impairment losses.

Depreciation

The depreciable amount of all plant and equipment, excluding Library and Pictures is depreciated on a reducing balance method from the date that management determine that the asset is available for use. Library and Pictures are not depreciated as they have an unlimited useful life over which economic benefits should be obtained. Buildings are depreciated on a straight-line method. Software is initially recognised at cost. It has a finite life and is carried at cost less any accumulated depreciation and impairment losses.

Assets held under a finance lease and leasehold improvements are depreciated over the shorter of the term of the lease and the asset's useful life.

The depreciation rates used for each class of depreciable asset are shown below:

Buildings	2.5% straight line
Furniture, Fixtures and Fittings	7.5%-40% reducing balance
Computer Software	33% straight line

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(f) Financial instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument. For financial assets, this is the equivalent to the date that the company commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transactions costs, except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method, or cost. *Fair value* represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

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Notes to the Financial Statements

For the Year Ended 31 December 2018

1 Summary of Significant Accounting Policies

(f) Financial instruments

(i) *Financial assets at fair value through profit or loss*

Financial assets are classified at 'fair value through profit or loss' when they are either held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

(ii) *Loans and receivables*

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

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting year.

(iii) *Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the company's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

Held-to-maturity investments are included in non-current assets, except for those which are expected to be realised within 12 months after the end of the reporting period, which will be classified as current assets.

If during the period the company sold or reclassified more than an insignificant amount of the held-to-maturity investments before maturity, the entire held-to-maturity investments category would be tainted and reclassified as available-for-sale.

(iv) *Financial liabilities*

Non-derivative financial liabilities are subsequently measured at amortised cost. Fees payable on the establishment of loan facilities are recognised as transaction costs of the loan.

(g) Impairment of assets

At the end of each reporting period the company determines whether there is an indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (eg. in accordance with revalued model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

(h) Cash and cash equivalents

Cash and cash equivalents include 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.

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Notes to the Financial Statements

For the Year Ended 31 December 2018

1 Summary of Significant Accounting Policies

(i) Employee benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits are presented as current liabilities in the statement of financial position if the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date regardless of the classification of the liability for measurement purposes under AASB 119.

(j) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Revenue from sale of goods is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

Subscriptions received from members are brought to account as income over the membership period to which the subscriptions relate. Subscriptions received in advance comprise subscriptions that were received in the current financial year but relate to membership services to be provided in the following financial year and will be brought to account as income in the following financial year.

Income included as non cash donations received has been calculated based on the insurance values placed on donations of books and materials to the Society's Library during the financial year as contained in the reports of Accessions prepared monthly by the Librarian.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest rate method.

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

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

(k) 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).

Receivables and payable are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

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.

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Notes to the Financial Statements

For the Year Ended 31 December 2018

1 Summary of Significant Accounting Policies

(I) Critical accounting estimates and judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

2 Revenue and Other Income

Revenue from continuing operations

	2018	2017
	\$	\$
Services		
- Bookshop	47,985	46,174
- FHL film service	-	829
- Photocopying and photos	3,097	2,978
- Research and retrievals	3,930	5,553
- UK Probate and BDM services	588	1,661
	<u>55,600</u>	<u>57,195</u>
Other revenue		
- Member subscriptions	248,964	263,977
- Bequests	421,000	10,038
- Donations - general	37,280	49,430
- Congress Income	368,906	-
- Education - lectures	61,340	58,973
- Diploma and certificate course	24,033	22,700
- Royalties	3,456	3,622
- Journal	1,702	2,305
- Interest income	16,164	14,461
- Dividends and gains - MPPM	29,027	31,638
- Realised (loss) on managed funds investments	(3,580)	(57)
- Unrealised gain/ (loss) on managed funds investments	(25,539)	12,298
	<u>1,182,753</u>	<u>469,385</u>
Total income	<u><u>1,238,353</u></u>	<u><u>526,580</u></u>

3 Cash and cash equivalents

Cash on hand	1,600	1,600
Cash at bank	91,319	88,497
	<u>92,919</u>	<u>90,097</u>

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Notes to the Financial Statements

For the Year Ended 31 December 2018

	2018	2017
	\$	\$
4 Trade and other receivables		
CURRENT		
Trade receivables	352	213,000
Accrued interest on term deposits	7,861	5,480
GST receivable	-	592
	<u>8,213</u>	<u>219,072</u>
5 Inventories		
CURRENT		
At cost:		
Finished goods	18,601	17,093
	<u>18,601</u>	<u>17,093</u>
6 Other assets		
CURRENT		
Prepayments	3,289	3,067
Congress 2018 prepayments	-	76,684
	<u>3,289</u>	<u>79,751</u>
7 Financial assets		
CURRENT		
Financial assets at fair value through profit or loss		
Managed funds with Macquarie Bank	690,270	701,921
Held-to-maturity financial assets (Deposit with Westpac Bank)	1,054,799	711,290
	<u>1,745,069</u>	<u>1,413,211</u>

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Notes to the Financial Statements For the Year Ended 31 December 2018

	2018	2017
	\$	\$
8 Property, plant and equipment		
Buildings		
At cost	1,336,168	1,336,168
Accumulated depreciation	<u>(409,287)</u>	<u>(375,891)</u>
Total buildings	<u>926,881</u>	<u>960,277</u>
Total land and buildings	<u>926,881</u>	<u>960,277</u>
PLANT AND EQUIPMENT		
Furniture, fixtures and fittings		
At cost	343,323	342,627
Accumulated depreciation	<u>(301,850)</u>	<u>(293,991)</u>
Total furniture, fixtures and fittings	<u>41,473</u>	<u>48,636</u>
Computer software		
At cost	34,317	34,317
Accumulated depreciation	<u>(34,317)</u>	<u>(30,126)</u>
Total computer software	<u>-</u>	<u>4,191</u>
Improvements		
At cost	7,843	7,843
Accumulated depreciation	<u>(7,843)</u>	<u>(7,843)</u>
Total improvements	<u>-</u>	<u>-</u>
Library and pictures		
At independent valuation	<u>343,035</u>	<u>340,809</u>
Total library and pictures	<u>343,035</u>	<u>340,809</u>
Total plant and equipment	<u>384,508</u>	<u>393,636</u>
Total property, plant and equipment	<u>1,311,389</u>	<u>1,353,913</u>

In December 2013, the Society's Library was independently valued by Peter Tinslay, Valuer. The valuation was based on fair value.

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Notes to the Financial Statements For the Year Ended 31 December 2018

8 Property, plant and equipment

Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Buildings \$	Furniture, Fixtures and Fittings \$	Computer Software \$	Library and Pictures \$	Total \$
Year ended 31 December 2018					
Balance at the beginning of year	960,277	48,636	4,191	340,809	1,353,913
Additions	-	7,941	-	2,226	10,167
Disposals - written down value	-	(255)	-	-	(255)
Depreciation expense	(33,396)	(14,849)	(4,191)	-	(52,436)
Balance at the end of the year	926,881	41,473	-	343,035	1,311,389

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Notes to the Financial Statements For the Year Ended 31 December 2018

9 Trade and other payables

	2018	2017
	\$	\$
CURRENT		
Trade and other payables	9,815	22,290
GST payable	1,983	-
PAYG tax payable	42	2,684
	<u>11,840</u>	<u>24,974</u>

10 Employee Benefits

Current liabilities		
Long service leave	76,551	76,432
Annual leave	60,179	53,710
	<u>136,730</u>	<u>130,142</u>

Provision for Employee Benefits

Provision for employee benefits represents amounts accrued for annual leave and long service leave.

The current portion for this provision includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. Based on past experience, the company does not expect the full amount of annual leave or long service leave balances classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the company does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

11 Other liabilities

Subscriptions received in advance	111,920	117,822
Congress 2018 income received in advance	-	309,110
	<u>111,920</u>	<u>426,932</u>

Society of Australian Genealogists

ACN 000 049 678

Notes to the Financial Statements

For the Year Ended 31 December 2018

12 Financial Risk Management

The company's financial instruments consist mainly of cash and cash equivalents, investments and accounts receivable and payable.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	2018	2017
	\$	\$
Financial Assets		
Cash and cash equivalents	92,919	90,097
Managed funds with Macquarie Bank	690,270	701,921
Held-to-maturity investments	1,054,799	711,290
Trade and other receivables	8,213	219,072
Total financial assets	1,846,201	1,722,380
Financial Liabilities		
Financial liabilities at amortised cost		
Trade and other payables	11,840	24,974
Total financial liabilities	11,840	24,974

13 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 \$ 10 each towards meeting any outstanding obligations of the company.

14 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.

Directors

The names of Directors who have held office during the financial year are, Martyn Christopher Harold Killion, Alison Margaret Wolf, John Leonard Burke, John Daniel Dorrian, Ian James Johnson, Kerry Farmer, Megan Martin, Michelle Nichols, Janette Louise Pelosi, Melissa Hulbert and Philip Young.

Directors' Remuneration

Income paid or payable by the company to the Directors and any related parties: \$Nil (2017: \$Nil).

Society of Australian Genealogists

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Notes to the Financial Statements

For the Year Ended 31 December 2018

	2018	2017
	\$	\$
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 items in the statement of financial position as follows:		
Cash and cash equivalents	92,919	90,097
	<u>92,919</u>	<u>90,097</u>
(b) Reconciliation of result for the year to cashflows from operating activities		
Surplus/ (deficit) for the year	327,901	(97,511)
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in deficit:		
- depreciation	52,436	56,571
- net loss on disposal of property, plant and equipment	255	107
- (gains)/losses on investments	29,119	(12,241)
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	210,859	(206,461)
- (increase)/decrease in prepayments	76,462	(63,225)
- (increase)/decrease in inventories	(1,508)	1,284
- increase/(decrease) in income in advance	(315,012)	293,497
- increase/(decrease) in trade and other payables	(13,134)	9,752
- increase/(decrease) in employee benefits	6,588	(14,372)
Cashflow from operations	<u>373,966</u>	<u>(32,599)</u>

16 Events Occurring After the Reporting Date

The company received a further distribution of \$184,000 from the estate of a bequestor in January 2019, which will have a significant, positive effect on the results for the next financial year and the company's cash reserves.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.

Society of Australian Genealogists

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Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 7 to 21, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - a. comply with Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 31 December 2018 and of the performance for the year ended on that date of the company; and
 - c. comply with the requirements of the *Australian Charities and Not-for-profits Commission Regulation 2013*.
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



Melissa Hulbert

Director



John Daniel Dorrian

Dated this

22

day of

Feb

2019

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF SOCIETY OF AUSTRALIAN GENEALOGISTS

Report on the Audit of the Financial Report

We have audited the financial report of Society of Australian Genealogists, which comprises the statement of financial position as at 31 December 2018, 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, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion the financial report of Society of Australian Genealogists has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012*, including:

- (a) giving a true and fair view of the registered entity's financial position as at 31 December 2018 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements to the extent described in Note 1, and Division 60 *the Australian Charities and Not-for-profits Commission Regulation 2013*.

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 registered entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) 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 our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Other Information

Those charged with governance are responsible for the other information. The other information comprises the information included in the registered directors' annual report for the year ended 31 December 2018, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibility of the Directors for the Financial Report

The directors of the registered entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the ACNC Act, and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Assurance Partners

In preparing the financial report, the directors are responsible for assessing the registered 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 directors either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so. Those directors are responsible for overseeing the registered entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

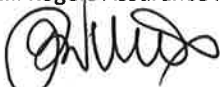
Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the 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.

As part of an audit in accordance with 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 registered entity'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 registered entity'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 registered entity 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 those charged with governance 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.

Hill Rogers Assurance Partners



John Wilcox

Partner

Dated this 8th day of March 2019