

POSITIVE LIFE NSW INCORPORATED
ABN: 42 907 908 942

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2021

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

Index to Financial Statements

Directors' Report	2
Auditor's Independence Declaration	4
Statement of Profit or Loss and Other Comprehensive Income	5
Statement of Financial Position	6
Statement of Changes in Funds	7
Statement of Cash Flows	8
Notes to the Financial Statements	9
Directors' Declaration	26
President's Declaration	27
Independent Auditor's Report	28

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

DIRECTORS' REPORT

The Directors present their report, together with the financial statements of Positive Life NSW Incorporated (referred to hereafter as the 'Association') at the end of the year ended 30 June 2021.

Directors

The following persons were directors of Positive Life NSW Incorporated during the whole of the financial year and up to the date of this report, unless otherwise stated:

- Robert Agati – President
- Stephen Lunny – Vice President
- Cameron Clark - Treasurer
- Sebastian Zagarella – Secretary (appointed 03 Dec 2020)
- Andrew Heslop
- Campbell Boag
- Natasha Io
- Gavin Ivey (elected 03 Dec 2020)
- Tim Bishop (elected 03 Dec 2020)
- Paul Caleo (resigned 03 Dec 2020)
- Brent Clifton (resigned 03 Dec 2020)

Objectives

The Association's objectives are:

- To empower people living with HIV in NSW with information, referral and advice on all relevant issues; in particular, health promotion information and matters dealing with life issues.
- To advocate on behalf of people living with HIV and lobby government, business and non-government organisations about issues of concern to people living with HIV, with the aim of ensuring optimum wellbeing, care and support for people living with HIV/AIDS, their partners, family members and significant others.
- To promote a positive image of people living with and affected by HIV, with the aim of eliminating prejudice, isolation, stigma and discrimination.
- To work closely with the HIV-specific and mainstream health and community sectors and other relevant organisations in the pursuit of these objectives.
- To receive donations, grants and bequests from persons and institutions including governments and to engage in such fundraising activities as may achieve the objectives of the Association.

Strategy for achieving the objectives

The Association applies for and receives 3 year funding from NSW Health for its core activities to undertake its core advocacy and support activities. It also applies for other grants to undertake other unfunded projects such as housing, research and other activities to support the objectives of the Association. These funding are utilised diligently in pursuit of the Association's objectives and provide wider support to the community.

Principal activities

The principal activities of the Association were to support, educate and advocate for people living with HIV and undertake necessary activities and programs to achieve the Associations objectives.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

DIRECTORS' REPORT

Results of operations

The surplus of the Association for the financial year amounted to \$138,359 (2020: \$7,721). No income tax is payable as it is a not for profit organisation and exempt from income tax pursuant to Division 50 of the Income Tax Assessment Act 1997.

Matters subsequent to the end of the financial year

The impact of the Coronavirus (COVID-19) pandemic is ongoing and the assistance of the government during the period has seen an increase in cash flow and income for the Association. While it has been financially positive for the entity up to 30 June 2021, it is not practicable to estimate the potential impact after the reporting date.

Although the committed funding from the donors will enable the Association to continue delivering services until the end of June 2022, the situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and economic stimulus that may be provided.

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the entity's operations, the results of those operations, or the entity's state of affairs in future financial years.

Members' Liability on Winding Up

In accordance with the Constitution of the Association, the Members shall have no liability to contribute towards the payment of debts and liabilities of the Association or the costs, charges and expenses of winding up except to the amount of any unpaid membership fees. At balance date, membership fees were not charged by the Association.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under s.60-40 of the Australian Charities and Not-for-profits Commission Act 2012 is included on page 4 of this financial report and forms part of the Director's Report.

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

On behalf of the directors



.....
Stephen Lunny
Vice President

Dated this 30th day of September 2021
Sydney

AUDITORS INDEPENDENCE DECLARATION TO THE DIRECTORS OF POSITIVE LIFE NSW INC

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 Positive Life NSW Inc for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been:

- (i) No contraventions of the auditor independence requirements of the 60-40 of 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.

Dated at Sydney on 30th September 2021.

ESV

ESV Business Advice and Accounting

T. Burns

Travas Burns

Partner

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2021

	Notes	2021 \$	2020 \$
Income			
Revenue from grants	11	1,166,924	1,141,174
Other revenue	12	240,597	77,188
Interest income		1,560	5,204
Expenses			
Employee expense	13	905,729	831,638
Depreciation expense		9,465	10,426
Occupancy expenses		30,529	27,152
Core activity expense	14	324,999	346,629
Surplus before income tax		138,359	7,721
Income tax expense		-	-
Surplus after income tax		138,359	7,721
Other comprehensive surplus/(deficit) before income tax		-	-
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income of the year		138,359	7,721

The accompanying notes form part of these financial statements.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 30 JUNE 2021

	Notes	2021 \$	2020 \$
ASSETS			
Current Assets			
Cash and cash equivalents	2	282,010	226,741
Trade and other receivables		11,853	532
Other assets	3	10,971	21,581
Financial Assets	4	224,534	223,052
Total Current Assets		529,368	471,906
Non-Current Assets			
Intangibles	5	2,604	5,004
Plant & equipment	6	137,189	25,276
Total Non-Current Assets		139,793	30,280
TOTAL ASSETS		669,161	502,186
Current Liabilities			
Trade and other payables	7	31,350	35,664
Provisions	8	91,906	83,397
Other liabilities	10	168,994	159,540
Total Current Liabilities		292,250	278,601
Non-Current Liabilities			
Provision for long service leave		30,949	15,982
Total Non-Current Liabilities		30,949	15,982
TOTAL LIABILITIES		323,199	294,583
NET ASSETS		345,962	207,603
ACCUMULATED FUNDS			
Accumulated funds at beginning of the year		207,603	199,882
Current year surplus		138,359	7,721
TOTAL ACCUMULATED FUNDS		345,962	207,603

The accompanying notes form part of these financial statements.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

**STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED 30 JUNE 2021**

	Accumulated Funds \$	Total \$
At 1 July 2019	199,882	199,882
Surplus, after income tax	7,721	7,721
Other comprehensive income	-	-
Total comprehensive income for the year	7,721	7,721
At 30 June 2020	207,603	207,603
At 1 July 2020	207,603	207,603
Surplus, after income tax	138,359	138,359
Other comprehensive income	-	-
Total comprehensive income for the year	138,359	138,359
At 30 June 2021	345,962	345,962

The accompanying notes form part of these financial statements.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2021

	Notes	2021 \$	2020 \$
Cash flows from operating activities:			
Receipts from donors & granting bodies		1,514,785	1,332,969
Payments to suppliers & employees		(1,340,999)	(1,209,338)
Interest received		1,943	5,686
Net cash provided by operating activities	2(b)	175,729	129,317
Cash flows from investing activities:			
Payments for equipment acquired	6(b)	(118,978)	(22,653)
Investments in Term Deposits		(1,482)	(3,916)
Net cash used in investing activities		(120,460)	(26,569)
Net increase in cash held		55,269	102,748
Cash at the beginning of the year		226,741	123,993
Cash at the end of the year	2(a)	282,010	226,741

The accompanying notes form part of these financial statements.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New, revised or amended Accounting Standards and Interpretations adopted

Positive Life NSW Inc ("Positive Life NSW" or "Association") has adopted all of the new, revised or amended accounting standards and interpretations issued by the AASB that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of Preparation

This general purpose Reduced Disclosure Requirement (RDR) financial report (the Financial Report) have been prepared in accordance with Australian Accounting Standards (AAS) and interpretations issued by the Australian Accounting Standards Board (AASB), the Australian Charities and Not-for-Profit Commission (ACNC) Act 2012 and the New South Wales Associations Incorporation Act 2009, the Charitable Fundraising Act 1991 and associated regulations, as appropriate for not-for-profit entities.

The Financial Report is prepared on an accruals basis and is based on historical costs and does not take into account changing money values, or except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

The financial statements were approved by the Board of Directors on the 29th of September 2021.

Accounting Policies

a. Revenue Recognition

The Association recognises revenue as follows:

Revenue from contracts with Customer

Revenue from contracts with customers Revenue is recognised at an amount that reflects the consideration to which the incorporated association is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Association: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (*Revenue Recognition continued*)

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a contract liability.

Grant income

Grant revenue is recognised in profit or loss when the association proportionately incurs costs as it satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the Association is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Other Revenue

Revenue from rendering services are recognised upon the invoicing to customers. Any service revenue which relates to future publications is taken up as a liability in the Statement of Financial Position and recognised as revenue at a future date.

Donations are recognised at the time the pledge is made. Events, fundraising and raffles are recognised when received or receivable.

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue is recognised when it is received or when the right to receive payment is established.

b. Income Tax

Positive Life NSW is a recognised public benevolent institution under the subsection 50-5 of the Income Tax Assessment Act 1997 (as amended) and is exempt from paying income tax.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (*continued*)

c. Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

d. Financial instruments

Financial instruments are recognised initially on the date that the Association becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification

On initial recognition, the Association classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through other comprehensive income - equity instrument (FVOCI - equity)

Financial assets are not reclassified subsequent to their initial recognition unless the Association changes its business model for managing financial assets.

Amortised cost

Assets measured at amortised cost are financial assets where:

- The business model is to hold assets to collect contractual cash flows; and
- The contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

The Association's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (*Financial Instruments continued*)

Interest income and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost

Trade receivables

Impairment of trade receivables (if any) have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Association has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectible then the gross carrying amount is written off against the associated allowance.

Where the Association renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

Financial liabilities

The Association measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Association comprise trade and other payables.

e. Plant & Equipment

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

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (*Plant & Equipment continued*)

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Depreciation

Equipment is depreciated on a straight-line basis over the assets' useful life to the Association, commencing when the asset is ready for use.

The estimated useful lives used for each class of depreciable asset are shown below:

Fixed asset class	Useful life
Office Equipment	3 - 5 years
Leasehold Improvements	5 - 10 years

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.

f. Intangibles

Intangible assets with finite lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful life. The estimated useful lives and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

Class of Intangibles	Depreciation Rate
Software	25%

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognised in profit and loss when the asset is derecognised.

g. Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (*Impairment of non-financial assets continued*)

A recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

h. Trade and other payables

These amounts represent liabilities for goods and services provided to the Association prior to the end of the financial year and which are unpaid. Due to their short-term nature, they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

i. Employee Entitlements

Short-term employee benefits - Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits - The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method.

Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

j. Leases

The Association has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Association recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

k. Fair Value Measurement

When an asset or liability, whether financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (*Fair Value Measurement continued*)

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

I. Goods and Service 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.

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

m. Critical Accounting Judgements, Estimates and Assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements.

Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results.

The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

i. Key estimates - receivables

The receivables have been reviewed under the expected credit loss model based on historical and forward looking information and a provision has been included based on the estimates made. This provision is based on the best information available at the reporting date.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (*Critical Accounting Judgements, Estimates and Assumptions continued*)

ii. Coronavirus (COVID-19)

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the association based on known information. This consideration extends to the nature of the services offered, customers, staffing and geographic regions in which the association operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the association unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

iii. Estimation of the useful lives of assets

Positive Life NSW determines the estimated useful life and related depreciation and amortisation charges for its plant and equipment and finite life intangible assets. The useful life could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where these are less than those previously estimated, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

iv. Employee benefits provision

As discussed in note 1(i), the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

v. Comparatives

Where required by the accounting standards or to correct disclosure, comparative figures have been adjusted to conform with changes in presentation of the current financial year.

vi. Economic Dependency and Going Concern

Positive Life NSW is dependent on the NSW Ministry of Health for the majority of its income. At the date of this report, the Directors have no reason to believe that the Ministry will not continue to support Positive Life NSW.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

NOTE 2 - CASH AND CASH EQUIVALENTS

	2021	2020
	\$	\$
Cash on hand		
Petty cash	457	444
Cash in bank		
Debit card	8,936	7,202
Operating account	133,077	26,015
Negotiator account	139,540	193,080
Total Cash and cash equivalent	282,010	226,741

2a - Reconciliation of cash

For the purposes of the statement of cash flows, cash includes cash on hand and at banks and investments in money market instruments. Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

	2021	2020
	\$	\$
Cash	282,010	226,741

2b - Reconciliation of net cash flows from operating activities to operating profit after income tax

	2021	2020
	\$	\$
Surplus for the year	138,359	7,721
Non-cash flows in surplus		
Depreciation	9,465	10,426
(Increase)/decrease in assets		
Trade and other receivables	(11,321)	3,847
Other current assets	10,610	12,181

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 2b - Reconciliation of net cash flows *(continued)*

	2021	2020
	\$	\$
Increase/(decrease) in liabilities		
Trade and other payables	(4,314)	(31,635)
Other liabilities	9,454	71,711
Provision - Annual Leave	8,509	55,066
Provision - Long service leave	14,967	-
Net cash provided by operating activities	175,729	129,317

NOTE 3 - OTHER ASSET

	2021	2020
	\$	\$
Prepayments	5,167	13,930
Interest receivable	-	383
GST receivable	5,804	7,268
Total Other asset	10,971	21,581

NOTE 4 - FINANCIAL ASSETS MEASURED AT AMORTISED COST

	2021	2020
	\$	\$
ANZ Term deposit	224,534	223,052

Term deposits have been reclassified in the current and prior year as the terms were greater than 90 days which is in accordance with AASB 107 Statement of Cash Flows.

NOTE 5 - INTANGIBLES

	2021	2020
	\$	\$
Softwares - at cost	16,942	16,942
Less: Accumulated depreciation	14,338	11,938
Total Intangibles	2,604	5,004

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 6 - PROPERTY, PLANT AND EQUIPMENT

	2021	2020
	\$	\$
Furniture & fittings - at cost	9,764	3,234
Less: Accumulated depreciation	3,307	3,234
	6,457	-
Office equipment - at cost	103,520	98,292
Less: Accumulated depreciation	83,958	76,966
	19,562	21,326
Leasehold improvement	111,170	3,950
Less: Accumulated depreciation	-	-
	111,170	3,950
Total Plant & equipment	137,189	25,276

6b - Movements in carrying amounts

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

	Furniture & Fittings	Office Equipment	Leasehold Improvement	Total
	\$	\$	\$	\$
2020				
Balance at the beginning of year	-	8,649	2,000	10,649
Additions	-	20,703	1,950	22,653
Depreciation expense	-	(8,026)	-	(8,026)
Carrying amount at the end of the year	-	21,326	3,950	25,276
2021				
Balance at the beginning of year	-	21,326	3,950	25,276
Additions	6,530	5,228	107,220	118,978
Depreciation expense	(73)	(6,992)	-	(7,065)
Carrying amount at the end of the year	6,457	19,562	111,170	137,189

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 7 - TRADE AND OTHER PAYABLES

	2021	2020
	\$	\$
Trade creditors	7,392	2,786
PAYG withholding	9,697	14,957
Accruals	8,390	8,890
Other payables	5,871	9,031
Total Trade and other payables	31,350	35,664

NOTE 8 - PROVISIONS

	2021	2020
	\$	\$
Current		
Provisions for annual leave	91,906	83,397
	91,906	83,397
Non-current		
Provision for long service leave	30,949	15,982
	30,949	15,982

NOTE 9 - NUMBER OF EMPLOYEES

Number of employees at year end	10	11
---------------------------------	----	----

NOTE 10 - CONTRACT LIABILITIES

	2021	2020
	\$	\$
Grants in advance	90,887	105,791
Funded future expense	75,107	53,749
Deferred income	3,000	-
	168,994	159,540

The Association received a number of funds from other organisations to assist them in rolling out events and campaigns that were part of the Association's advocacy plans. These funds are held in trust and will be spent in the next financial year as events and campaigns occur.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 11 - GRANTS

	2021	2020
	\$	\$
Core grant	1,011,700	987,700
Grant -one off	155,224	153,474
	1,166,924	1,141,174

Disaggregation of revenue from contracts with customers

Revenue from contracts with customers has been disaggregated below:

	2021	2020
	\$	\$
Based on Contract / Program		
- Ministry of Health	1,011,700	987,700
- Health and Housing	-	70,000
- Silver Warriors	17,609	52,827
- My Health Record Awareness and Communication	-	19,500
- Stronger Communities	4,000	5,997
- Living with Anxiety and Depression	-	3,000
- Peer Navigator	-	2,150
- ATSI Research	63,636	-
- Community Engagement Consultations	24,546	-
- Get Online	3,000	-
- NADA	2,247	-
- NAIDOC	1,000	-
- Community Building Partnership	29,186	-
- HIV Workshops	10,000	-
Revenue from contracts with customers	1,166,924	1,141,174
Revenue Recognition		
- At a point in time	36,433	8,997
- Overtime	1,130,491	1,132,177
Revenue from contracts with customers	1,166,924	1,141,174

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 12 - OTHER REVENUE

	2021	2020
	\$	\$
Funded Events and Campaigns	5,932	1,969
Donations	89,665	10,121
PSB Income	8,556	15,360
Other Income	33,356	3,026
Government Subsidy	103,088	46,712
Total Other revenue	240,597	77,188

NOTE 13 - EMPLOYEE RELATED COSTS

	2021	2020
	\$	\$
Salaries & wages	784,664	673,602
Employee leave entitlements	37,396	55,067
Superannuation	73,829	63,239
Workers' compensation insurance	5,516	6,067
Staff recruitment costs	-	29,408
Others	4,324	4,255
Total Employee expenses	905,729	831,638

NOTE 14 - CORE ACTIVITY EXPENSES

	2021	2020
	\$	\$
Positive Speakers' Bureau	6,956	12,523
Community Development & Health Promotion	37,594	19,558
Policy	-	3,000
Governance	23,065	25,932
Auspice Services	5,933	1,969
Administration Services	101,177	92,005
Programs, Campaigns and Communications	150,274	191,642
Total Core activity expenses	324,999	346,629

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 15 - FUNDRAISING ACTIVITIES

	2021	2020
Surplus on fundraising activities	\$	\$
Miscellaneous donations	89,665	10,121
Net surplus on fundraising activities	89,665	10,121

The balance of fundraising income will be spent on activities which are ineligible for or unlikely to receive government funding or are most likely to enhance the Association's service provisions for its clients. With no fundraising expenses incurred, the net surplus margin on fundraising activities is 100%.

NOTE 16 - MEMBERSHIP SERVICES

	2021	2020
	\$	\$
Board meetings, Annual report and AGM costs	23,194	23,078

NOTE 17 - AUDITOR'S REMUNERATION

	2021	2020
	\$	\$
Audit services - ESV	8,250	9,000

NOTE 18 - INSURANCE

	2021	2020
	\$	\$
Premium Paid	13,577	18,267

The Association had the following insurance policies in place and current as at 30 June 2021. Workers' Compensation Insurance is disclosed separately in Note 13. Business Insurance, Association Liability, Travel Insurance, Cyber Liability Insurance, Management Liability and Volunteer Insurance.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 19 - RELATED PARTIES

Key Management Personnel Remuneration (CEO):

	2021	2020
	\$	\$
Salaries & wages	128,854	76,392
Superannuation	12,018	7,235
	140,872	83,627

There were no transactions with related parties during the current and previous financial year.

Payments to Directors

During the financial year, payments have been made to directors as speakers on PSB engagements as follows:

	2021	2020
	\$	\$
Paul Caleo	265	263
Natasha Io	2,093	624
	2,358	886

NOTE 20 - EVENTS AFTER THE END OF THE REPORTING PERIOD

The impact of the Coronavirus (COVID-19) pandemic is ongoing and the assistance of the government during the period has seen an increase in cash flow and income for the Association. While it has been financially positive for the entity up to 30 June 2021, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of Positive Life NSW, the results of those operations or the state of affairs of the Association in future financial years.

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 21 - ASSOCIATION DETAILS

The Association was incorporated in the State of New South Wales and the principal place of business of the Association is:

Suite 4.01, Level 4,
414 Elizabeth Street
Surry Hills, NSW, 2010

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

DIRECTORS' DECLARATION

In the directors' opinion:

- the attached financial statements and notes comply with the Australian Accounting Standards - Reduced Disclosure Requirements, the Australian Charities and Not-for-profits Commission Act 2012 and New South Wales legislation the Associations Incorporation Act 2009, the Charitable Fundraising Act 1991 and associated regulations;
- the attached financial statements and notes give a true and fair view of the incorporated association's financial position as at 30 June 2021 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable

On behalf of the directors


.....
Stephen Lunny

Vice President

Dated this 30th day of September 2021

POSITIVE LIFE NSW INCORPORATED

ABN: 42 907 908 942

**INFORMATION AND DECLARATIONS TO BE FURNISHED UNDER THE
CHARITABLE FUNDRAISING ACT 1991 (the "Act")
30 JUNE 2021**

Declaration to be made by the President in respect of fundraising appeals

I, Stephen Lunny, Vice President of Positive Life NSW Inc. (the "Association") declare that in my opinion:

- a. the Financial Statements present a true and fair view of all income and expenditure of the Association with respect to fundraising appeals;
- b. the Statement of Financial Position presents a true and fair view of the state of affairs of the Association with respect to fundraising appeals;
- c. the provisions of the Act, the regulations under the Act, and the conditions attached to the fundraising authority have been complied with by the Association; and
- d. the internal controls exercised by the Association are appropriate and effective in accounting for all income received and applied by the Association from any of its fundraising appeals.


.....
Stephen Lunny
Vice President

Dated this 30th day of September 2021

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF POSITIVE LIFE NSW INC

Opinion

We have audited the financial report of Positive Life NSW Inc (the Company), which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flow 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 accompanying financial report presents fairly, in all material respects, the financial position of the Company as at 30 June 2021 and its financial performance and its cash flows for the year then ended in accordance with the Australian Accounting Standards – Reduced Disclosure Requirements and other mandatory professional and statutory reporting requirements in Australia including section 24 of the *Charitable Fundraising Act (NSW) 1991* and *Australian Charities and Not-for-profits Commission Act 2012*.

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 Company in accordance with the auditor independence requirements of the *Corporations Act 2001* 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.

The directors are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – Reduced Disclosure Requirements, *Australian Charities and Not-for-profit Commission Act 2012*, *Charitable Fundraising Act 2012* and the *Associations Incorporations Act 2009 (NSW)*, 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.

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

Responsibilities of the directors for the financial report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF POSITIVE LIFE NSW INC

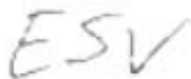
In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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 this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_files/ar3.pdf This description forms part of our auditor's report.

Dated at Sydney on 30th September 2021.



ESV Business Advice and Accounting



Travas Burns
Partner