

CONNECT:INNER WEST

Community Transport Group Inc.

Annual Report

2018 – 2019



CONTENTS



About Us	3
Our Mission.....	4
Our People	5
President's Report	8
Executive Officers Report	10
Treasurer's Report.....	12
Financial Report.....	13

Connect Inner West Transport Group Inc. acknowledges the Gadigal and Wangal people of the Eora nation, the traditional custodians of the land on which we work. We pay respect to their Elders past and present and emerging.

ABOUT US



Connect Inner West Transport Group Inc. (Connect) is a not-for-profit organisation, providing low-cost, individual and group transport services for transport disadvantaged people, living in the former Local Government Areas of Leichhardt and Marrickville (now part of the Inner West Council). We are an association registered in NSW under the Associations Incorporation Act (2009) and are registered with the Australian Charities and Not-for-profits Commission (ACNC).

Our services are aimed at those who cannot use public transport due to frailty, disability or other access issues, and who do not have access to other affordable options.

We are passionate about providing a range of tailored transport options, enabling people to not only access the facilities and services they need, but to participate in community life and social activities, remaining as active and independent as possible.

NSW Community Transport services in NSW are determined by where you live or as allocated by My Aged Care assessors.

The areas that Connect currently provide services to include the suburbs of Annandale, Balmain, Birchgrove, Leichhardt, Lilyfield, Rozelle, Dulwich Hill, Enmore, Lewisham, Marrickville, Petersham, Stanmore, Sydenham and Tempe.

We also include some areas of Newtown and Camperdown which fall outside the City of Sydney perimeter, and a portion of Mascot which falls outside the City of Botany Bay.

Connect provides its services under contract to Transport for NSW (TfNSW) and are funded under two different programs;

- The Commonwealth Home Support Program (CHSP), and
- The Community Transport Program (CTP) (NSW)

Our clients also contribute to the cost of services.

Connect has been delivering community transport services since 1983 and over the years has expanded and adapted its services to meet the ongoing and evolving needs of local communities.

In the 2018/19 financial year, we provided approximately 30,000 trips to Connect clients. Our services include individual and group transport to hospitals, appointments and shops, shopping trips, shuttle services, social activities and recreational outings.

OUR VISION



Our mission is to assist people disadvantaged by inequitable transport provision to achieve and/or maintain their independence and quality of life through the provision, or facilitation of, affordable, safe, accessible and appropriate community or public transport services.

We deliver this mission via working towards four key strategic objectives.



Transport services that achieve positive social outcomes



Long term financial viability



Organisational and workforce capacity



Skilled capable and ethical governance



OUR PEOPLE



The governing body of Connect is an elected volunteer Board who oversee the strategic direction and performance of the organisation. The Board is comprised of individuals with relevant expertise and a strong commitment to locally – based community transport services.

The General Manager reports directly to the Board and is responsible for a team of around approximately 24 staff members. This includes sixteen drivers and bus assistants, and 8 office-based staff, who provide client liaison, scheduling, service coordination, fleet management, general management and administrative support, enabling Connect to provide continued service to around 2,000 clients.

Board of Directors (as at 30 June 2018)		
Name	Position Held	Appointment/Cessation (if occurred mid year)
Frank Breen	Chair	Appointed March 2019
Vacant	Vice Chair	
Vacant	Treasurer	
Vic Andallo	Director	Appointed June 2019
Helen Cahill (OAM)	Director	Appointed January 2019
Shirley Cho	Director	Resigned March 2019
Simon Emsley	Director	Resigned as Chair March 2019
Aoife McEldowney	Director	
Cecilia March	Director	Resigned January 2019
Julie Robotham	Director	Appointed June 2019
Natalie Romeo	Director	Resigned March 2019
Charles Watson	Director	

OUR PEOPLE



The Team (as at 30 June 2019)	
Name	Position Held
Brett Andrews	Executive Officer
Veronica Aye	Finance Officer (PT)
Rhonda Byrne	Communications & Administration Officer (PT)
Julie Saunders	Service Coordinator
Bich Letran	Senior Scheduling Officer
Heather McPherson	Scheduler
Yi Ming (Karen) Leong	Intake & Welfare Officer / Bus Assistant (Casual)
Simon Bennetts	Driver (Casual)
Robert Finlay	Driver
Michael Frey	Driver / Fleet Coordinator
Julius Grafton	Driver (Volunteer)
Devasenapathy Periyaswamy	Driver (Casual)
Glenn Rapaport	Driver
Raymond Srouer	Driver
Susan Tozer (PT)	Driver
Gordon Watson	Driver
Bernard Wheatley	Driver (PT)
Robin Wicks	Driver (Casual)

OUR PEOPLE



The Team (as at 30 June 2019)	
Name	Position Held
Erica Freeman	Driver / Bus Assistant (Casual)
Chelsea Nichols	Driver / Bus Assistant (Casual)
Alana Tight	Driver / Bus Assistant (Casual)
Taunee Tubbs	Driver / Bus Assistant (Casual)
Regan Matthews	Bus Assistant (Casual)
Scott Kilpatrick	Bus Assistant (Casual)



CHAIR'S REPORT



It is with pleasure that I present the Connect: Inner West Community Transport Group Inc. ('Connect') Chair's Report for the 2018 – 2019 financial year.

The past 12 months have seen a tremendous amount of activity as Connect worked through the implementation of our 2017 – 2020 Strategic Plan and dealt with the many complexities of service delivery in the community sector.

Connect focused on four key areas during 2018 – 2019:

- client service,
- financial viability,
- staffing, and
- good governance.

For the first time, Connect commissioned external research projects to benchmark our client satisfaction levels against other community transport providers and to gain a better understanding of what our clients would enjoy in terms of social activities.

I am pleased to say our clients are very satisfied with our services and this is a tribute to our staff and the efforts demonstrated on a daily basis. The results of the social activities research will be reflected in our future outings program.

Improvements to system wide infrastructure, additional staff training and expert system 'tweaking' improved staff and client experiences of our despatch and customer relationship management system, RouteMatch. The mandatory change to the RouteMatch system in 2018 had a profound impact on the organisation. I would like to acknowledge the efforts staff have made to understand and work with RouteMatch while still providing a safe, reliable service to our clients.

As you may be aware, we were successful in obtaining a \$30,000 NSW Government Community Building Program grant to put toward the purchase of an energy efficient, petrol – electric Toyota Camry Hybrid. By increasing the size of our vehicle fleet, we can offer more client transport by means much friendlier to our environment.

We thank Ms Jo Haylen MP, Member for Summer Hill, for her support.

Connect acted to address organisational issues by commissioning a review of the staffing structure. While the organisation has grown and its operating environment has become more complex over the years, the organisational structure had not evolved to reflect the change from a small to a medium sized business.

By 1 July 2019, Connect significantly addressed key person risks, provided staff with a clear and consistent understanding of their own and other team members' responsibilities, and forming work teams. Human resource systems to support these changes are currently and continuously being implemented.

CHAIR'S REPORT (continued)



The professional development of staff has been a priority of the Board. While staff undertake mandatory annual training such as general first aid and CPR, the Board has committed funds to support staff to improve their professional skills across transport management, leadership, supervision, and regulatory and compliance matters.

Members adopted a new constitution (and our new name) in September 2018. These changes – including our new brand – have rolled out though the year. Connect has also adopted and articulated clear Mission and Values Statements that can be found on our website.

Management staff maintain regular and often onerous reporting obligations. Detailed quarterly and annual reports on all aspects of the organisation's operations are provided to Transport for NSW (TfNSW) and the Department of Social Services, in addition to reports to NSW Fair Trading and the Australian Charities and Not for Profits Commission (ACNC).

The Board considered and adopted over seventy new human resources and organisational policies throughout the year. The policies will be used in our preparation and submission to renew our accreditation as an NDIS provider in 2019, and to meet the requirements of the new Commonwealth Aged Care Standards that come into effect in from 1 July 2019.

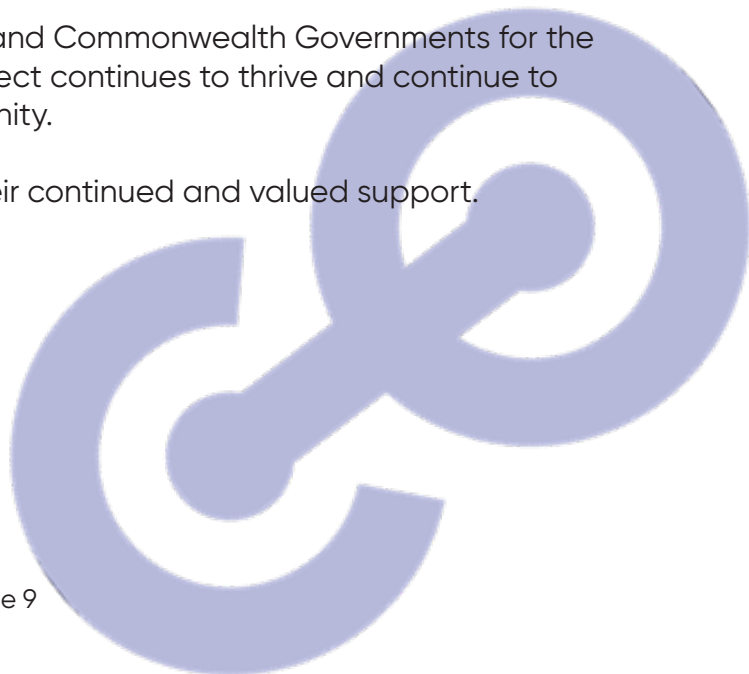
Connect staff continue to deliver industry best practice, trustworthy, safe and reliable services to our community year after year. On behalf of my colleagues on the Board and clients, I thank the Connect team for their ongoing efforts.

I would also like to acknowledge and thank all current and former Board members for their contribution through the year. I make special mention to my predecessor as Board President, Simon Emsley. While Simon resigned as Chair in November 2019, he continues on as a valued member of the Connect Board.

The organisation would recognise the NSW and Commonwealth Governments for the continued funding, which ensures that Connect continues to thrive and continue to provide this important service to our community.

Finally, I would like to thank our clients for their continued and valued support.

Francis Breen
Chair



EXECUTIVE OFFICER'S REPORT



As mentioned by in the Chair's Report, Connect has been busy implementing the 2017 – 2020 Strategic Plan through the year, focussing on key areas of client service, financial viability, staffing and governance.

As Executive Officer, my main focus has been on initiating and improving operational and business systems; policy development; human resource development and providing stable and consistent management of the organisation.

A particular focus of all staff has been on maintaining the high quality service our clients have come to expect through the implementation of RouteMatch in a flat funding environment. I am proud that our client surveys have had a favourable outcome and indicated a continued high level of satisfaction with our services.

We have been encouraging our clients to use our services for transport other than to medical appointments or to the local shopping centre. Community transport has always been more than this ... it's about living and enjoying life in your local community.

We stressed to clients through our communication channels that Connect offers more than just transport to medical appointments or the supermarket ... community transport is also about supporting clients with transport that enriches their lives. It's about living and enjoying life in your local community

In support of this initiative, and to meet client demand, we increased our weekday operating hours by a substantial 30% and introduced a new service, the CityRunner.

Connect has changed the way we communicate with clients, moving away from a twice yearly newsletter in favour of regular communications throughout the year.

Our website was revamped and relaunched in line with Connect's recent re-branding, and we now also have an active Facebook page which enables us to keep clients, and their families and carers up to date with what's happening at Connect, and within the community.

The organisation is proud to share that we commenced working with Gunawirra Ltd in Rozelle in 2019. Gunawirra is made up of Aboriginal and non-Aboriginal professionals working side by side for fundamental improvements in the life of Aboriginal families, their infants and children. Connect assists Gunawirra by providing transport for their clients. This is why we now periodically have baby seats installed in our vehicles!

The organisation continued to increase our contract work throughout the year. Income generation is increasingly important for Connect's financial viability in the face of flat government funding. We were able to increase our operating hours at little extra cost through careful staff rostering and actively working to maintain a quality mix of staff.

EXECUTIVE OFFICER'S REPORT (continued)



In other finance news, we prepared to change our accounting system to Xero in the latter part of this year, primarily to increase management transparency and to further reduce processing and administrative costs wherever possible through automation.

Connect made some changes to the staffing structure this year and formed smaller teams within the organisation encouraging improved communication and fostering positive working relationships. We also had the opportunity to increase staff numbers, employing new people to fill recognised gaps within the team, both in skillset and gender equity. Our clients may have noticed a well overdue increase in female drivers providing our transport services!

I would like to recognise the efforts of all our staff, in what has been a busy and sometimes challenging year. I welcome our new staff and I wish all the best to the staff who have moved on throughout the year.

I have the pleasure of speaking with clients most days. Your resilience and zest for life is really something that lifts us all at Connect. Thank you for your valued input into our services.

Finally, I would like to thank the Chair and his colleagues on the Board for the opportunity to manage such a wonderful organisation.

Brett Andrews
General Manager
(Formerly Executive Officer)



TREASURER'S REPORT



The position of Treasurer was vacant throughout the second half of the year. The General Manager and I, as former Treasurer and current Chair of Connect, present the organisation's financial statements for the 2018 – 2019 financial year.

Whilst there was an overall loss reported this year of \$48,431, this is a positive result, being \$53,709 better than the budgeted deficit of \$102,140. In 2017-2018 Connect reported a surplus of \$82,754.

As part of the 2017 – 2020 Strategic Plan, a number of non – recurrent expenses were approved to realise the strategic re-development of Connect. These are noted in the accounts.

Total income from all sources in 2019 was \$1,739,346, an increase of \$87,805 over 2018. If we were to exclude the one off Community Building Partnership grant of \$30,000 for our new hybrid vehicle, overall state and commonwealth grant income has increased by only \$39,354. This does not reflect the increasing costs of running the service. The modest increase in grant income was offset by an increase of other income of \$18,452. As grant income is not increasing in line with operating expenses, Connect will need to increasingly rely on other streams of revenue to support its services.

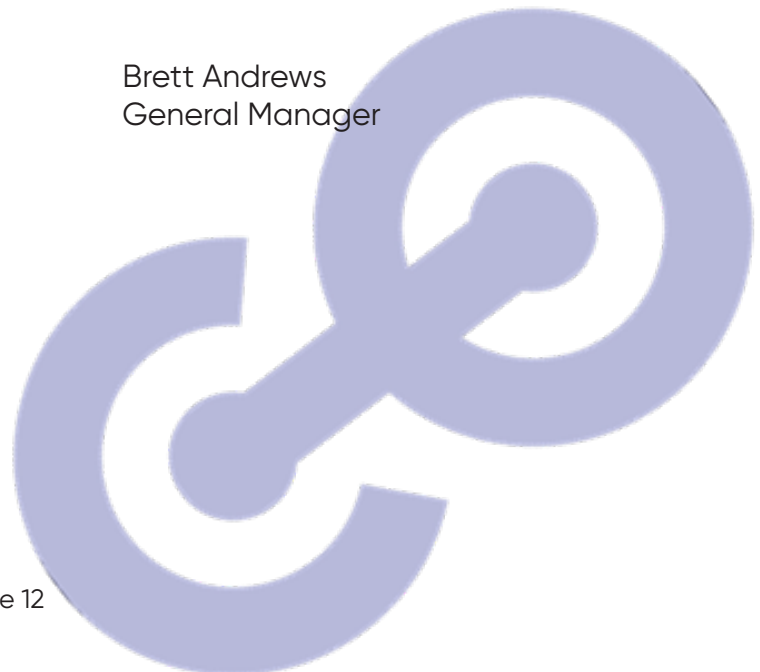
Total expenditure was \$1,720,691, an increase of \$158,903 from 2018. With income remaining flat, managing expenses will be a key focus of management and the Board in the coming financial year.

The balance sheet at 30 June 2019 shows net assets of \$1,518,797, reflecting the organisation's continued sound financial position.

We would like to thank members of the Board for their contribution and support. We would also like to thank the staff of Connect who have assisted us in our roles.

Francis Breen
Chair

Brett Andrews
General Manager



FINANCIAL STATEMENT



**CONNECT: INNER WEST COMMUNITY
TRANSPORT GROUP INC.**

**CONNECT:
INNER WEST
Community
Transport
Group Inc.**

**FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019**



CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC.

C O N T E N T S

	Page No.
Auditor's Independence Declaration	1
Directors Report	2
Statement of Comprehensive Income	3-4
Statement of Financial Position	5
Statement of Changes in Equity	6
Notes to the Accounts	7-10
Directors Declaration	11
Independent Audit Report	12-14

C M PITT & CO

Chartered Accountants

TELEPHONE: (02) 9715 1555
FACSIMILE: (02) 9715 1566

CHARLES M PITT B.BUS Dip Ag FCA

6/2 PHILIP STREET
STRATHFIELD NSW 2135
PO BOX 580
E-MAIL: cpitt@cmpitt.com.au

Page 1

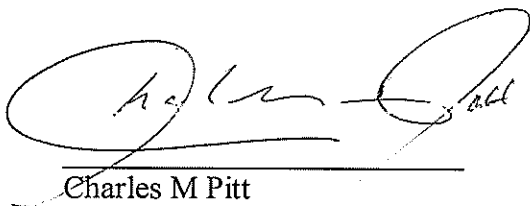
AUDITOR'S INDEPENDENCE DECLARATION

CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC.

As lead auditor for the audit of Connect: Inner West Community Transport Group Inc. for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (i) no contraventions of the auditor independence requirements of the Section 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.

This declaration is in respect of Connect: Inner West Community Transport Group Inc. during the period.



Charles M Pitt
C M Pitt & Co
Units 6 & 7, 2 Philip Street
STRATHFIELD NSW 2135

Dated: 29 August 2019



CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC.
Directors Report

Page 2

The Board of Directors submit the financial statements of CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC. for the financial year ended 30 June 2019.

BOARD OF DIRECTORS

The names of Directors throughout the year and at the date of this report are:

Frank Breen	Chairman (Appointed March 2019)
Simon Emsley	Director (Resigned Chairman March 2019)
Aoife Mc Eldowney	Director
Charles Watson	Director
Cecilia March	Director (Resigned: January 2019)
Shirley Cho	Director (Resigned: March 2019)
Natalie Romeo	Director (Resigned: March 2019)
Vic Andallo	Director (Appointed July 2019)
Julie Robotham	Director (Appointed July 2019)

Brett Andrews

Chief Executive Officer and Public Officer

PRINCIPLE ACTIVITIES

The principle activities during financial year were to provide transport options to the community of the Inner West of Sydney.

SIGNIFICANT CHANGES

No significant change in the nature of these activities occurred during the year.

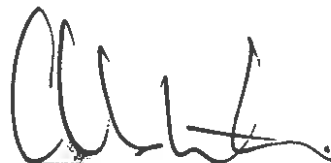
OPERATING RESULT

The loss on operating and non-operating activities for the year was \$(48,431.41).

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



Frank Breen
Chairman



Charles Watson
Director

Dated: 29 August 2019

CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC.
Statement of Comprehensive Income
For the year ended 30 June 2019

Page 3

	2019 \$	2018 \$
INCOME		
Grants		
- Transport for NSW CHSP (Recurrent)	1,243,062.99	1,113,259.71
- Transport for NSW CTP (Recurrent)	122,397.00	99,944.50
- Transport for NSW - ADHC (Recurrent)	-	86,257.43
- Transport for NSW-Growth Assistance	73,133.01	80,362.07
- NSW Transport Program (Non Recurrent)	-	38,653.65
- HACC Transition fund	30,000.00	30,000.00
- NDIS Top-up Subsidy	2,756.00	-
- CSSS(ADHC) Transition	340.00	-
- Community Building Partnership	30,000.00	-
- NDIS	16,142.00	-
Total Grants	<u>1,517,831.00</u>	<u>1,448,477.36</u>
OTHER INCOME		
Interest received	30,789.25	32,286.85
Membership Fees	645.49	765.46
Bus Hire & Fares	163,145.37	161,948.22
Profit on sale of Motor Vehicle	-	6,692.80
Driver Hire	24,331.45	-
Donations	300.00	226.65
Reimbursements & Refunds	2,304.00	1,144.00
Total Other Income	<u>221,515.56</u>	<u>203,063.98</u>
TOTAL INCOME	<u>1,739,346.56</u>	<u>1,651,541.34</u>
EXPENSES		
- Wages	1,147,889.57	1,024,071.85
Superannuation	104,622.87	92,023.04
- Employee Benefits - Leave Entitlements	24,352.80	(19,078.50)
- Workers Compensation	2,848.60	18,170.65
- Staff Uniforms	160.00	-
	<u>1,279,873.84</u>	<u>1,115,187.04</u>
Service Subsidies		
- Bus/Car Expenses	<u>123,932.29</u>	<u>99,022.08</u>
Administration Expenses		
- Advertising	12,369.70	1,022.27
- Audit Fees	5,000.00	5,000.00
- Bank Charges	1,421.85	1,341.80
- Cleaning & Waste Removal	6,908.18	6,700.00
- Consultancy	2,258.05	10,050.00

CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC.
Statement of Comprehensive Income
For the year ended 30 June 2019

Page 4

	2019 \$	2018 \$
EXPENSES (cont'd)		
- Electricity	6,069.36	7,270.57
- Depreciation	60,550.38	59,801.58
- Equipment & Computer Software	26,705.68	24,161.18
- Fees & Charges	534.66	361.15
- Insurance	3,289.02	3,129.36
- Printing, Postage & Stationery	17,257.88	22,801.24
- GIW Expenses	107.63	45,362.86
- Meeting Expenses	98.72	2,336.03
- Rates and taxes	1,395.03	608.34
- Rent	117,571.48	105,104.52
- Recruitment	1,060.00	862.50
- Telephone	11,932.86	10,071.04
- Repairs & Maintenance	604.30	4,704.24
- Subscriptions & Training	11,990.37	12,292.37
- Staff Amenities	8,003.77	8,587.35
- Office Expenses	541.55	177.34
- Other Staff Expenses	7,018.94	2,097.67
- Volunteer Expenses	589.09	1,050.00
- Client Support	13,606.95	12,686.42
	<u>316,885.45</u>	<u>347,579.83</u>
TOTAL EXPENSES	<u>1,720,691.58</u>	<u>1,561,788.95</u>
OPERATING SURPLUS/(LOSS) FROM ORDINARY ACTIVITIES	18,654.98	89,752.39
Non Recurring Expenses		
Logo Development	4,000.00	-
Strategic Plan Programme	26,367.69	-
Vehicle Rebranding	36,718.70	-
Total Non Recurring Expenses	<u>67,086.39</u>	<u>-</u>
TOTAL OPERATING SURPLUS/(LOSS)	<u>(48,431.41)</u>	<u>89,752.39</u>

The accompanying Notes form part of these financial statements.

CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC
Statement of Financial Position
As At 30 June 2019

Page 5

	Note	2019 \$	2018 \$
CURRENT ASSETS			
Cash and cash equivalents	2	1,447,304.19	1,437,276.56
Receivables	3	36,484.89	16,547.54
Prepayments	4	47,385.51	52,669.61
TOTAL CURRENT ASSETS		<u>1,531,174.59</u>	<u>1,506,493.71</u>
NON-CURRENT ASSETS			
Motor vehicles, Furniture and Fittings	5	255,259.29	279,119.84
TOTAL NON-CURRENT ASSETS		<u>255,259.29</u>	<u>279,119.84</u>
TOTAL ASSETS		<u>1,786,433.88</u>	<u>1,785,613.55</u>
CURRENT LIABILITIES			
Payables	6	115,704.41	104,324.94
Income in Advance	7	35,519.47	30,000.00
Provisions	8	58,513.13	46,935.75
TOTAL CURRENT LIABILITIES		<u>209,737.01</u>	<u>181,260.69</u>
NON-CURRENT LIABILITIES			
Provisions	8	57,899.48	37,124.06
TOTAL NON-CURRENT LIABILITIES		<u>57,899.48</u>	<u>37,124.06</u>
TOTAL LIABILITIES		<u>267,636.49</u>	<u>218,384.75</u>
NET ASSETS		<u><u>1,518,797.39</u></u>	<u><u>1,567,228.80</u></u>
EQUITY			
Vehicle Replacement Fund		1,040,005.00	1,040,005.00
Capital Contribution/Transfer		161,032.42	161,032.42
Retained earnings at the beginning of the year		366,191.38	276,438.99
Current Earnings/ (Loss)		(48,431.41)	89,752.39
TOTAL EQUITY		<u><u>1,518,797.39</u></u>	<u><u>1,567,228.80</u></u>

The accompanying Notes form part of these financial statements.

CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2019

Page 6

	Vehicle Replacement Fund	Retained earnings	Capital Contribution / Transfer	Total
Balance at 1 July 2017	1,040,005.00	276,438.99	161,032.42	1,477,476.41
Profit/(Loss) for the year	-	89,752.39	-	89,752.39
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	-	89,752.39	-	89,752.39
Balance at 30 June 2018	1,040,005.00	366,191.38	161,032.42	1,567,228.80
Profit/(Loss) for the year	-	(48,431.41)	-	(48,431.41)
Other comprehensive income	-	-	-	-
Total comprehensive income/(loss) for the year	-	(48,431.41)	-	(48,431.41)
Balance at 30 June 2019	1,040,005.00	317,759.97	161,032.42	1,518,797.39

The accompanying Notes form part of these financial statements.

CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC
Notes to the Financial Statements
For the year ended 30 June 2019

Page 7

Note 1 This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act N.S.W. The committee has determined that the Association is not a reporting entity.

The financial report has been prepared on an accrual basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Depreciation of Property, Plant and Equipment

Property, plant and equipment are carried at cost. All items of property, plant and equipment are depreciated over their estimated useful lives commencing from the time asset is held ready for use. Profits and losses on disposal of plant and equipment are taken into account in determining the result for the year.

(b) Employee Benefits

Provision is made for the association's liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year together with entitlements arising from wages and salaries which will be settled after one year, have been measured at their nominal amount.

Contributions are made by the Association to an employee superannuation fund and are charged as expenses when incurred

(C) Comparative Figures

When necessary comparative figures have been adjusted to conform with changes in presentation in the current years

	2019 \$	2018 \$
Note 2 Cash Assets		
Cheque account	6,700.40	101,441.14
Bank guarantee	48,103.35	47,599.45
Investment account	1,388,989.90	1,284,782.55
Visa Debit Card	3,010.54	3,076.42
Petty cash	500.00	377.00
	<u>1,447,304.19</u>	<u>1,437,276.56</u>
Note 3 Receivables		
Accrued Interest	10,614.67	12,880.23
Trade and other debtors	25,870.22	3,667.31
	<u>36,484.89</u>	<u>16,547.54</u>

CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC
Notes to the Financial Statements
For the year ended 30 June 2019

Page 8

(cont'd)	2019 \$	2018 \$
Note 4 Prepayments		
Prepayments	47,385.51	52,669.61
Note 5 Motor vehicles, Furniture and Fittings		
Toyota -DZK82J	36,689.73	-
less: accumulated depreciation	(2,424.54)	-
	<u>34,265.19</u>	<u>-</u>
Toyota Coaster at cost - BC26GC	120,340.00	120,340.00
less: accumulated depreciation	(120,340.00)	(120,340.00)
	<u>-</u>	<u>-</u>
Toyota Coaster at cost - BH47RI	120,740.92	120,740.92
less: accumulated depreciation	(120,740.92)	(120,740.92)
	<u>-</u>	<u>-</u>
Toyota Coaster at cost - BY49CO	96,232.27	96,232.27
less: accumulated depreciation	(68,752.49)	(61,053.89)
	<u>27,479.78</u>	<u>35,178.38</u>
Toyota Coaster at cost - CA97NM	96,945.40	96,945.40
less: accumulated depreciation	(62,694.31)	(51,060.91)
	<u>34,251.09</u>	<u>45,884.49</u>
Mercedes Sprinter at cost - BPF80B	81,920.00	81,920.00
less: accumulated depreciation	(81,920.00)	(81,920.00)
	<u>-</u>	<u>-</u>
Toyota Coaster at cost - BU52YI	107,127.27	107,127.27
less: accumulated depreciation	(84,272.97)	(75,702.81)
	<u>22,854.30</u>	<u>31,424.46</u>
Mercedes Sprinter at cost - CC76QS	86,565.09	86,565.09
less: accumulated depreciation	(47,327.00)	(36,939.20)
	<u>39,238.09</u>	<u>49,625.89</u>
Honda Odyssey at cost - DSL31Q	40,030.00	40,030.00
less: accumulated depreciation	(7,896.35)	(3,092.75)
	<u>32,133.65</u>	<u>36,937.25</u>

CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC
Notes to the Financial Statements
For the year ended 30 June 2019

Page 9

(cont'd)	2019	2018
	\$	\$
Honda Odyssey at cost - CTU22K	44,823.64	44,823.64
less: accumulated depreciation	<u>(28,653.21)</u>	<u>(23,274.45)</u>
	<u>16,170.43</u>	<u>21,549.19</u>
 Honda Odyssey at cost - YDM85T	 40,222.72	 40,222.72
less: accumulated depreciation	<u>(15,789.34)</u>	<u>(10,962.68)</u>
	<u>24,433.38</u>	<u>29,260.04</u>
 Honda Odyssey at cost - YDM85U	 40,222.72	 40,222.72
less: accumulated depreciation	<u>(15,789.34)</u>	<u>(10,962.58)</u>
	<u>24,433.38</u>	<u>29,260.14</u>
 Equipment at cost	 44,925.71	 44,925.71
less: accumulated depreciation	<u>(44,925.71)</u>	<u>(44,925.71)</u>
	<u>-</u>	<u>-</u>
 Furniture at cost	 10,765.00	 10,765.00
less: accumulated depreciation	<u>(10,765.00)</u>	<u>(10,765.00)</u>
	<u>-</u>	<u>-</u>
 TOTAL NON-CURRENT ASSETS	 <u>255,259.29</u>	 <u>279,119.84</u>
 Note 6 Payables		
Trade creditors	45,240.46	64,310.97
Accrued expenses	3,626.63	3,343.41
GST liabilities	30,842.97	21,675.45
PAYG Withholding Tax	20,141.70	13,837.11
Superannuation	11,135.65	-
Salary Sacrifice	1,650.00	-
Staff Benefits Payable	3,067.00	558.00
Refundable deposit	-	600.00
	<u>115,704.41</u>	<u>104,324.94</u>
 Note 7 Income in Advance		
NDIS - Subsidy in Advance	24,648.66	-
CSSS NDIS Transition	10,870.81	-
NSW Transport Transition Funding	-	30,000.00
	<u>35,519.47</u>	<u>30,000.00</u>
 Note 8 Provisions		
Current		
Annual leave	58,513.13	46,935.75
	<u>58,513.13</u>	<u>46,935.75</u>
Non Current		
Provision for make good	8,000.00	-
Long service leave	49,899.48	37,124.06
	<u>57,899.48</u>	<u>37,124.06</u>

CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC
Notes to the Financial Statements
For the year ended 30 June 2019

Page 10

Note 9 Economic Dependence

Connect: Inner West Community Transport Group Inc. is dependent on NSW Transport for the majority of its revenue used to operate the business. At the date of this report the directors have no reason to believe the Ministry will not continue to support Connect: Inner West Community Transport Group Inc.

CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC
Directors Declaration
For the year ended 30 June 2019

Page 11

The board of directors has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

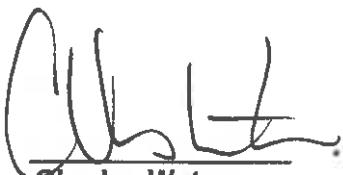
In the opinion of the board of directors the financial report as set out on pages 3 to 10.

1. Presents a true and fair view of the financial position of Connect: Inner West Community Transport Group Inc. as at 30 June 2019 and its performance for the year ended on that date.
2. Complying with Australian Accounting Standards - Reduced disclosure requirements (including the Australian Accounting Interpretations) and the Australian Charities and Not-for-profits Commission Act 2012.
3. At the date of this statement, there are reasonable grounds to believe that Connect: Inner West Community Transport Group Inc. will be able to pay its debts as and when they fall due.

This declaration is made in accordance with a resolution of the board of directors and is signed for and on behalf of the board of directors in accordance with Subsection 60-15(2) of the Australian Charities and Not-for-profits Commission Regulation 2013 by:



Frank Breen
Director



Charles Watson
Director

Dated: 29 August 2019

TELEPHONE: (02) 9715 1555

FACSIMILE: (02) 9715 1566

CHARLES M PITT B.BUS FCA

6/2 PHILIP STREET
STRATHFIELD NSW 2135
PO BOX 580

E-MAIL: cpitt@cmpitt.com.au

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF CONNECT: INNER WEST COMMUNITY TRANSPORT GROUP INC.

REPORT ON THE AUDIT OF THE FINANCIAL REPORT

Opinion

We have audited the financial report of Connect: Inner West Community Transport Group Inc., which comprises the Directors report, balance sheet as at 30 June 2019, income statement for the period then ended, and notes to the financial statements, including a summary of significant accounting policies, and the Directors declaration (responsible entities).

In our opinion, the financial report of Connect: Inner West Community Transport Group Inc. has been prepared in accordance with Division 60 of the Australian Charities and Non-for-Profits Commission Act 2012, including:

- i. Giving a true and fair view of Association's (registered entity's) financial position as at 30 June 2019 and of its financial performance for the year then ended; and
- ii. Complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the Australian Charities and Non-for-Profits Commission Regulation 2013.

Basis for Opinion

We conducted our audit in accordance with Australian Accounting 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 Association in accordance with 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.

../13



CHARTERED ACCOUNTANTS™
AUSTRALIA • NEW ZEALAND

Liability is limited by a scheme approved under Professional Standards Legislation

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Association's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibility of the Committee for the Financial Report

The board of directors of the Association is responsible for the preparation of the financial report that gives a true and fair view and has determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and the needs of the members. The board's responsibility also includes such internal control as the board determines is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the board is responsible for assessing the Association'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 board either intends to liquidate the Association or to cease operation, or has no realistic alternative but to do so.

The board is responsible for overseeing the Association'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 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 these 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.



CHARTERED ACCOUNTANTS™
AUSTRALIA • NEW ZEALAND

Liability is limited by a scheme approved under Professional Standards Legislation

- 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by board of directors.
- Conclude on the appropriateness of the board's 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 Association'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 Association 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 the board of directors 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.

Charles M Pitt
C M PITT & CO
CHARTERED ACCOUNTANTS

ICCA Membership No. 20180
Registered Association Auditor No.2944
Unit 6 & 7, 2 Philip Street Strathfield

Date: 29 August 2019



Liability is limited by a scheme approved under Professional Standards Legislation

**Connect: Inner West
Community Transport Group Inc.**

**Unit C, 6 Carrington Road
Marrickville NSW 2204**

02 9558 6800

connectinnerwest.org.au

