

Collaboration For Impact Ltd.

ABN 98 169 274 006

Financial Statements - 30 June 2021

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The directors present their report, together with the financial statements, on the company for the year ended 30 June 2021.

Directors

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

Elizabeth Skelton - Director and Chairperson
Kerry Graham - Director
Kyrstie Dunn - Director
Regina Hill - Director (appointed on 12 May 2021)
Sean Leong - Director (appointed on 12 May 2021)

Operating result

CFI reported an operating surplus of \$101,041 (2020: \$338,215) for the year ended 30 June 2021.

Company vision, principal activities and objectives

Vision and purpose

Collaboration for Impact's vision is for an equitable and inclusive society where people, place and planet thrive. Our purpose is to build an influential movement of people able to shift conditions holding complex challenges in place.

Our work collaboratively provides assistance to disadvantaged, marginalised or otherwise vulnerable people and communities to overcome the challenges they face, including but without limitations, poverty, disadvantage, children and families at risk, disengagement from education, Indigenous disadvantage, intergenerational unemployment, homelessness, crime, social isolation and hardship.

We believe to relieve suffering for individuals as a direct result of intractable complex social challenges, it is essential that we build capacity for systems change. Systems changes creates relief of suffering for individuals by shifting the conditions that hold complex social problems like poverty and disadvantage in place. Furthermore, our core principle is that those individuals that are directly impacted by complex social challenges are at the centre of creating the solutions and making the decisions that affect them. We focus on shifting two key conditions for Systemic change in Australia:

- (1) increasing the capacity of changemakers to think and act systemically; and
- (2) building the collaborative capacity required to address Australia's unreconciled history of colonisation.

We will realise our vision through three Strategic Pillars:

- 1: Building capacity for Systemic Change
- 2 Systems Change Movement building
- 3: CFI has thriving and liveable infrastructure, skills and capacity for scaling as a network of impact to shift conditions that hold complex problems in place

We acknowledge the oldest living culture on our planet and honour the leadership of First Nations Elders past, present and emerging.

Despite a challenging year with COVID impacting the communities, initiatives and broader context CFI operates in, we have achieved the majority of objectives set out in our strategic plan for the year. The systems change capacity building support services have been further strengthened and developed with additional communities being supported to address complex change and disadvantage in place. Deep Collaboration has been established as a platform for changemakers working on complex challenges across First Nations and other Australians. Significant work has been undertaken to strengthen CFI's sustainability with COVID being a positive disruption to provide focus for this work to be developed with the core team.

Principal activities

During the last financial year CFI's principal activities were undertaken collaboratively and included:

- **Embedded support with systems change initiatives**, with increased partnership development. Since July 2020 we are
 - Providing support to **47 systems change initiatives** tackling disadvantage across Australia
 - Providing **Deep Collaboration embedded support offering** with the Victorian government Premier & Cabinet Treaty Team to influence systems change in the Victorian public service to prepare for treaty with Victorian First Nations Representative Council. Additionally, we are now working directly with the VIC First Nations Representative council on their collaborative work with government
 - Maintained significant levels of embedded support to:
 - the 8 Stronger Places, Stronger People communities (in partnership with PWC Indigenous Consulting), 7 of which are rural or regional
 - 8 Connected Beginnings communities
 - 4 place-based systems change initiatives in rural and regional Tasmania, Qld, NT and Victoria
 - 1 national issue-based systems change initiative focused on early learning (The Front Project)
- Co-convening one national issue-based systems change initiative focused on early learning (The Front Project).
- Development and iteration of Deep Collaboration – a response to racial inequity: The first public Deep Collaboration Foundational program was delivered online in May 2021 with 25 people attending. The second Deep Collaboration Intensive will be delivered between Sept – Dec 2021.

CFI now has an expanded pool of facilitators with 15 First Nations and other Australian facilitators. Ongoing support is being provided through a regular Community of Practice, shadowing, mentoring, on the job training development. The Deep Collaboration platform was launched and has hosted a webinar series of three live dialogues on leadership across race and power. A range of product offerings have been developed and are being implemented throughout 2021, along with a communications plan to ensure the platform is increasing its reach and being linked to aligned information platforms.

- Partnerships with aligned organisations and individuals is a core component of CFI's systems change approach. Engaging partners in strategic dialogue on our individual and collective roles in strengthening conditions for systems change is a key contributor to condition building.

Aligning for impact on specific system wide initiatives is also increasingly creating greater impact for communities. Regular and ongoing partnerships on contracted capacity building initiatives are taking place with Clear Horizon, TACSI (The Australian Centre for Social Innovation), The Front Project and PwC Indigenous Consulting.

Increasingly national and international intermediaries are also exploring the role we can collectively play in creating greater impact by aligning to create conditions for systems change. CFI has played a national convening role in bringing together key intermediaries to explore what it takes to create conditions for systems change in Australia. This dialogue includes: The Front Project; UNSW; Health Justice Australia; TACSI; Sydney Policy Lab; Centre for Public Impact; and Asthma Australia.

Partnerships deepened through co-convening ChangeFest 2021 with the National Centre for Indigenous Excellence, Latrobe University and Health Justice Partnerships.

CFI's Liz Skelton is also an Advisory group member with Sydney Policy Lab's Strengthening Civil Society panel ensuring community, systems and leadership perspectives are included in the enquiry.

International partnerships are being strengthened with: Systems Innovation network; SIX, Collective Change Lab, Lankelly Chase, Tamarack and FSG

- Co-convened and delivered the national celebration of place-based change, ChangeFest21 was held on Lararkia land in Palmerston NT in June 2021 The four day event enabled communities and other stakeholders to learn from First Nations leaders, community initiatives and each other, about how to lead collaborative systems change and drive large-scale impact.
- Further developing CFI's network of system change practitioners - to achieve greater impact in alleviating suffering for individuals as a direct result of intractable complex social challenges, CFI has undertaken extensive work to build greater capacity to work with communities and system change initiatives. 80% of CFI's work is now carried out by our network of skilled practitioners.

- Further developing CFI's knowledge platform – a technology platform that provides free access to resources, tools, knowledge & support about collaborating for systems change. This is now in place after substantial technology build as well as significant investment made in content generation and curation of CFI's knowledge, skills, processes to be made available to the field. The knowledge platform will incorporate CFI's learning calendar of workshops, online courses, webinars and conferences to reach a wider group of communities and individuals impacted by intractable complex social challenges.
- Developing capacity building offerings required for systems change work to scale, including (but not limited to):
 - Community mobilisation and leadership - currently large gap in Australian social sector.
 - Inter-cultural Collaboration - currently large gap in Australian social sector.
- A whole of organisation nested Theory of Change has been developed and is being tested internally to ensure it reflects all aspects of our work as an intermediary, with clear lines of site from operational and program delivery work to population level outcomes and the UN Sustainable Development Goals.

Evaluation data collection tools and continual improvement processes have been developed and tested for all CFI offerings.

- Developing CFI's Infrastructure for scale – developing collaborative governance and a fit for purpose, sustainable charity. The CFI team grew from 12 to 15 core team members. This led to increased staff and operational management for the Directors. Extensive work was undertaken on CFI Governance with an expanded Board with specific skills as well as one network members. The expanded Board will focus on sustainability. Internal infrastructure, systems, policies and automation were streamlined and strengthened. A recruitment plan is in place for 2021 to manage the recruitment of **5 new roles to the Core Team** and the resultant change management. Internally to support the transition with our core team, network and key partners we have established a monthly 'Changing Rooms' where updates on new roles are communicated and the opportunity to have dialogue on implications, changes and check in on the progress and impact of the adaptation. Directors are currently recruiting for **CFI's next CEO/s** with the intention that the current co-founders step out of operational leadership by Dec 21.

Objectives

It is CFI's intention in the short to medium term is to continue:

- Demonstrating that building the "conditions for systems change" is essential for achieving transformational change directed at alleviating the suffering of individuals (moving from program scaling to systems change);
- Using the learnings from initiatives, communities and people to influence the social welfare and innovation sector – to achieve better and more sustainable outcomes for those individuals most impacted by complex social challenges; and
- Developing a business model to ensure sustainability of the networked approach to capacity building, ensuring cash reserves are able to be sustained and developed to endure the long term impacts of covid and other disruptions to the work.

The development focus of 2020-21 has provided the foundations for CFI to now prioritise key areas for impact in the 21-23 Strategy to address the barriers to the adoption of systemic approaches to complex challenges.

Contributions on winding up

In the event of the company being wound up, ordinary members are required to contribute a maximum of \$10 each.

The total amount that members of the company are liable to contribute if the company is wound up is \$50 (2020 : \$30), based on 5 (2020 : 3) current ordinary members.

On behalf of the directors



Kerry Graham
Director

31 October 2021



LBW & Partners

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Collaboration For Impact Ltd

ABN: 98 169 274 006

Auditor's Independence Declaration to the Directors of Collaboration For Impact Ltd

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, as auditor of Collaboration For Impact Ltd 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 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.

Rupaninga Dharmasiri
Partner

LBW & Partners
Chartered Accountants
Level 3, 845 Pacific Highway
CHATSWOOD NSW 2067

Date : 29 October 2021

Collaboration For Impact Ltd.
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2021



	Note	2021 \$	2020 \$
Revenue	4	2,830,954	2,783,280
Interest revenue calculated using the effective interest method		3,134	5,070
Expenses			
Direct support to communities (delivery and development)		(1,203,855)	(880,338)
Operations management and administration		(614,288)	(320,360)
Community, events, tools and resources		(568,414)	(937,928)
Evaluation		(121,416)	(51,155)
Client disbursements		(12,539)	(38,357)
Communications		(21,814)	(81,710)
Infrastructure, scaling and other expenses		(190,721)	(140,287)
Surplus for the year		101,041	338,215
Other comprehensive income for the year		-	-
Total comprehensive income for the year		<u>101,041</u>	<u>338,215</u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Collaboration For Impact Ltd.
Statement of financial position
As at 30 June 2021



	Note	2021 \$	2020 \$
Assets			
Current assets			
Cash and cash equivalents	6	3,224,531	1,541,452
Trade and other receivables	7	289,193	99,566
Contract assets	8	4,548	54,280
Other	9	12,090	-
Total current assets		<u>3,530,362</u>	<u>1,695,298</u>
Total assets		<u>3,530,362</u>	<u>1,695,298</u>
Liabilities			
Current liabilities			
Trade and other payables	10	341,740	202,609
Contract liabilities	11	2,250,209	686,600
Employee benefits	12	61,618	30,335
Total current liabilities		<u>2,653,567</u>	<u>919,544</u>
Total liabilities		<u>2,653,567</u>	<u>919,544</u>
Net assets		<u>876,795</u>	<u>775,754</u>
Equity			
Retained surpluses		<u>876,795</u>	<u>775,754</u>
Total equity		<u>876,795</u>	<u>775,754</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Collaboration For Impact Ltd.
Statement of changes in equity
For the year ended 30 June 2021



	Retained surpluses \$	Total equity \$
Balance at 1 July 2019	437,539	437,539
Surplus for the year	338,215	338,215
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>338,215</u>	<u>338,215</u>
Balance at 30 June 2020	<u><u>775,754</u></u>	<u><u>775,754</u></u>
	Retained surpluses \$	Total equity \$
Balance at 1 July 2020	775,754	775,754
Surplus for the year	101,041	101,041
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>101,041</u>	<u>101,041</u>
Balance at 30 June 2021	<u><u>876,795</u></u>	<u><u>876,795</u></u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Collaboration For Impact Ltd.
Statement of cash flows
For the year ended 30 June 2021



	Note	2021 \$	2020 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		4,503,086	2,943,252
Payments to suppliers and employees (inclusive of GST)		(2,823,141)	(2,625,823)
Interest received		3,134	5,070
		<u>1,683,079</u>	<u>322,499</u>
Net cash from operating activities			
		<u>-</u>	<u>-</u>
Net cash from investing activities			
		<u>-</u>	<u>-</u>
Net cash from financing activities			
		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		1,683,079	322,499
Cash and cash equivalents at the beginning of the financial year		<u>1,541,452</u>	<u>1,218,953</u>
Cash and cash equivalents at the end of the financial year	6	<u><u>3,224,531</u></u>	<u><u>1,541,452</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. General information

The financial statements cover Collaboration For Impact Ltd. (the company) as an individual entity. The financial statements are presented in Australian dollars, which is the company's functional and presentation currency.

The company is a not-for-profit unlisted public company limited by guarantee. The company is registered as a charity with the Australian Charities and Not-for-profits Commission.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 31 October 2021.

Note 2. 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 or amended Accounting Standards and Interpretations adopted

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('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

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Australian Charities and Not-for-profits Commission Act 2012 as appropriate for not-for profit oriented entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 3.

Revenue recognition

The company recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the company: 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.

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 refund liability.

Rendering of services

Revenue from rendering of services is recognised over the period in which the services are rendered. Contracts for services are either fixed price contracts or contracts charged at hourly/daily rates.

Note 2. Significant accounting policies (continued)

Grants and other funding

When the company receives grants or other funding, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance to AASB 15.

When both these conditions are satisfied, the company:

- identifies each performance obligation relating to the grant/other funding;
- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the company:

- recognises the asset received in accordance with the recognition requirements of other applicable Accounting Standards (for example AASB 9, AASB 16, AASB 116 and AASB 138);
- recognises related amounts (being lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the company recognises income in profit or loss when or as it satisfies its obligations under the contract.

Donations

Donations collected are recognized as revenue when the company gains control, economic benefits are probable and the amount of the donation can be measured reliably, unless they have been provided for a specified purpose. Where provided for a specified purpose they are held in the statement of financial position as contract liabilities until the specified purpose is met.

Interest

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

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

Income tax

As the company is a charity registered with Australian Charities and Not-for-profits Commission, it is exempt from paying income tax.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the company's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Note 2. Significant accounting policies (continued)

Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The company has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Contract assets

Contract assets are recognised when the company has transferred goods or services to the customer but where the company is yet to establish an unconditional right to consideration. Contract assets are treated as financial assets for impairment purposes.

Trade and other payables

These amounts represent liabilities for goods and services provided to the company 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.

Contract liabilities

Contract liabilities represent the company's obligation to transfer services to a customer and are recognised when a customer pays consideration, or when the company recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the company has transferred the services to the customer.

Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits and annual 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.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the company for the annual reporting period ended 30 June 2021. The company's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the company, are set out below.

Note 2. Significant accounting policies (continued)

AASB 2020-2 Amendments to Australian Accounting Standards - Removal of Special Purpose Financial Statements for Certain For-Profit Private Sector Entities and AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities

These standards are applicable to annual reporting periods beginning on or after 1 July 2021. AASB 2020-2 will prohibit certain for-profit entities from preparing special purpose financial statements and Reduced Disclosure Requirements (RDR) will be replaced by Simplified Disclosures Regime (SDR). AASB 1060 provides a new Tier 2 reporting framework with simplified disclosures that are based on the requirements of IFRS for SMEs. Given that the company will be moving to SDR from RDR in 2022 financial year, there is likely to be increased disclosure for some areas and some disclosures will be removed.

Note 3. 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.

Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the company based on known information. This consideration extends to the nature of the services offered, customers, contractors, staffing and geographic regions in which the company 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 company unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

Grant income

For the grants received by the company, the determination of whether the contracts include sufficiently specific performance obligations was a significant judgement involving discussions with a number of parties at the company, review of the proposal documents prepared during the grant application phase and consideration of the terms and conditions. Grants received by the company have been accounted for under AASB 15 based on the terms and conditions and decisions made. If this determination was changed then the revenue recognition pattern would be different from that recognised in these financial statements.

Grants income is recognised based on satisfaction of performance obligation linked to the extent of expenses incurred. Significant judgements are made in allocating the expenses incurred to a particular grant.

Note 4. Revenue

	2021 \$	2020 \$
<i>Operating revenue</i>		
Direct support to communities	1,195,457	1,027,600
Community, events tools and resources	484,558	455,760
On-costs charged to clients	12,539	37,984
Grants	909,107	999,241
	<u>2,601,661</u>	<u>2,520,585</u>
<i>Other revenue</i>		
Donations	50,793	128,195
COVID-19 government assistance	178,500	134,500
	<u>229,293</u>	<u>262,695</u>
Revenue	<u><u>2,830,954</u></u>	<u><u>2,783,280</u></u>

Note 4. Revenue (continued)

Disaggregation of revenue

The disaggregation of revenue from contracts with customers is as follows:

	2021 \$	2020 \$
<i>Timing of revenue recognition</i>		
Services transferred over time	2,246,100	2,099,005
Services transferred at a point of time	355,561	421,580
	<u>2,601,661</u>	<u>2,520,585</u>

Note 5. Expenses

	2021 \$	2020 \$
Surplus includes the following specific expenses:		
Defined contribution superannuation expense	95,929	75,330
Employee benefits expense (excluding defined contribution superannuation expense)	1,046,956	787,083

Note 6. Current assets - cash and cash equivalents

	2021 \$	2020 \$
Cash at bank	<u>3,224,531</u>	<u>1,541,452</u>

Note 7. Current assets - trade and other receivables

	2021 \$	2020 \$
Trade receivables	289,193	63,066
Other receivables	-	36,500
	<u>289,193</u>	<u>99,566</u>

Note 8. Current assets - contract assets

	2021 \$	2020 \$
Contract assets - projects	<u>4,548</u>	<u>54,280</u>

Note 9. Current assets - other

	2021 \$	2020 \$
Prepayments	<u>12,090</u>	<u>-</u>

Note 10. Current liabilities - trade and other payables

	2021 \$	2020 \$
Trade payables	93,705	39,876
Accrued expenses	94,685	68,214
Superannuation payable	25,562	23,445
BAS payable	127,788	71,074
	<u>341,740</u>	<u>202,609</u>

Note 11. Current liabilities - contract liabilities

	2021 \$	2020 \$
Contract liabilities - projects	1,489,316	686,600
Contract liabilities - grants	760,893	-
	<u>2,250,209</u>	<u>686,600</u>

Note 12. Current liabilities - employee benefits

	2021 \$	2020 \$
Annual leave	33,554	17,930
Other	28,064	12,405
	<u>61,618</u>	<u>30,335</u>

Note 13. Members guarantee

Collaboration For Impact Ltd. is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$10 each, subject to the provisions of the company's constitution. At 30 June 2021 the collective liability of members was \$50 (2020 : \$30) based on 5 (2020 : 3) ordinary members.

Note 14. Key management personnel disclosures

Compensation

The aggregate compensation made to directors and other members of key management personnel of the company is set out below:

	2021 \$	2020 \$
Aggregate compensation	<u>386,890</u>	<u>390,150</u>

Note 15. Related party transactions

Key management personnel

Disclosures relating to key management personnel are set out in note 14.

Note 15. Related party transactions (continued)

Transactions with related parties

The following transactions occurred with related parties:

	2021 \$	2020 \$
Sale of goods and service		
Donations - Opportunity Child Limited	50,000	-
Payment for goods and services:		
Purchase of services from directors	24,447	31,568
Purchase of services from director related entity	-	1,199

Receivable from and payable to related parties

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	2021 \$	2020 \$
Current payables:		
Trade payables to directors	-	2,915

Terms and conditions

All transactions were made on normal commercial terms and conditions and at market rates.

Note 16. Opportunity Child Limited

On 25 May 2020, the company's directors at the time became the directors of Opportunity Child Limited, a company limited by guarantee and a charity registered with the Australian Charities and Not-for-profits Commission. Assets, liabilities and transactions of the Opportunity Child Limited have not been consolidated with the company's financial statements as Opportunity Child Limited has not been actively operating since 25 May 2020 and its assets and liabilities as at 30 June 2021 were insignificant. During the year Opportunity Child Limited has received an income of \$50,000 and this amount was donated to the company for ChangeFest (Refer note 15). Other than the above transactions, Opportunity Child Limited did not have any other material transactions during the year.

Note 17. Coronavirus (COVID 19) Pandemic

COVID-19 pandemic was declared in March 2020. The effects of the pandemic continued during the financial year affecting many individuals and businesses. Due to the coronavirus pandemic, lockdowns were imposed on certain areas of the country and there were restrictions placed on movement and other activities. The company experienced some difficulties in conducting its activities, but this has not resulted in any major disruptions to the company's overall operations.

Note 18. Events after the reporting period

Coronavirus (COVID 19) Pandemic

At the end of the financial year another lockdown was declared in certain parts of the country having restrictions on movement and meeting of people as a result the company experienced some difficulties in conducting its activities, but this has not resulted in any major disruptions to the company's overall operations.

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

In the directors' opinion:

- the attached financial statements and notes comply with the Australian Charities and Not-for-profits Commission Act 2012, the Australian Accounting Standards - Reduced Disclosure Requirements and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the company'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 company will be able to pay its debts as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2013.

On behalf of the directors



Kerry Graham
Director

31 October 2021



LBW & Partners

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Collaboration For Impact Ltd

ABN: 98 169 274 006

Independent Auditor's Report to the members of Collaboration For Impact Ltd

Opinion

We have audited the accompanying financial report of Collaboration For Impact Ltd (the Company), which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the 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 accompanying financial report of the Company is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- giving a true and fair view of the Company's financial position as at 30 June 2021 and of its financial performance for the year then ended; and
- complying with *Australian Accounting Standards – Reduced Disclosure Requirements*, and the Division 60 of 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 Company in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (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.

Responsibilities of 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 in accordance with the *Australian Accounting Standards – Reduced Disclosure Requirements* and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine 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 directors are responsible for assessing the Company'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 Company or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for overseeing the Company's financial reporting process.



Collaboration For Impact Ltd

ABN: 98 169 274 006

Independent Auditor's Report to the members of Collaboration For Impact Ltd

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 the financial report.

A further description of our responsibilities for the audit of the financial report is located in the auditing and Assurance Standards Board website at: <http://www.augasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

Rupaninga Dharmasiri
Partner

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Date : 1 November 2021