

**AAG**

Australian  
Association of  
Gerontology



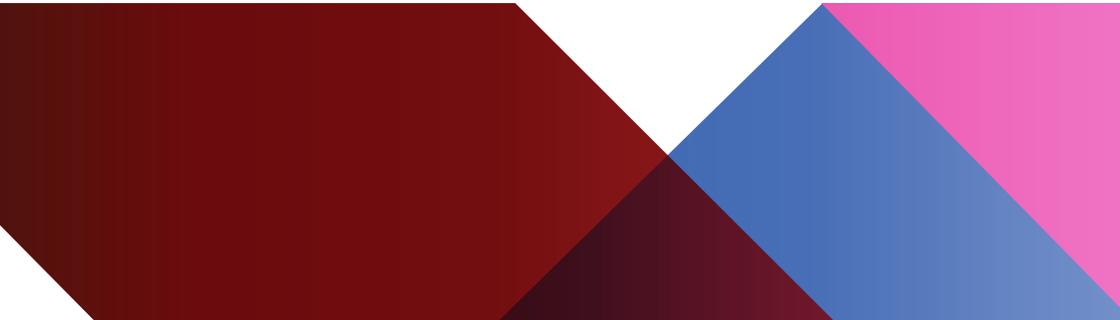
**FINANCIAL  
REPORT  
2020/21**



# PURPOSE

- ▶ To improve the experience of ageing through

**connecting**  
research, policy  
and practice



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## CORPORATE INFORMATION

ABN 62 162 569 986

### Directors

Marguerite Bramble (AAG President/Chair of the Board)

Claudia Meyer (Vice-President)

Susan Staples (Treasurer)

Victoria Cornell

Kate-Ellen Elliott

Chris Hatherly

Gill Lewin

Toni Roberts

Linda Rosenman

Anita Westera

### Company Secretary

James Beckford Saunders

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### Registered Address

Suite 8, 322 St Kilda Road

St Kilda, Victoria, 3182

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### Auditors

APL Financial Pty Ltd

Level 1, 32 Business Park Drive

Notting Hill VIC 3170

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## DIRECTORS' REPORT FOR THE YEAR ENDED 30 June 2021

Your Directors present this report to the members of Australian Association of Gerontology Ltd. (the company) for the year ended 30 June 2021.

### DIRECTORS

The names of each person who has been a Director during the year and to the date of this report are:

Board Member	Date Appointed	Date of Cessation	A	B
M. Bramble	11/11/2017	-	6	6
C. Meyer	03/11/2016	-	6	6
S. Staples	03/05/2021	-	2	2
L. Rosenman	24/11/2018	-	6	5
K. Elliott	24/11/2018	-	6	6
V. Cornell	09/11/2019	-	6	6
C. Hatherly	09/11/2019	-	6	6
G. Lewin	09/11/2019	-	6	6
T. Roberts	09/11/2019	-	6	1
A. Westera	04/12/2020	-	4	4
C. Stirling	15/03/2013	04/12/2020	2	2
D. Heath	15/02/2017	03/05/2021	4	4

*A – Number of meetings held during the time the Director held office during the year*

*B – Number of meetings attended*

### PRINCIPAL ACTIVITIES

The company's principal activities during the year 1 July 2020 to 30 June 2021 were to improve the experience of ageing through connecting research, policy and practice.

### STRATEGIC PURPOSE AND PRINCIPLES

The purpose set out within AAG's 2020-23 Strategic Plan is To improve the experience of ageing through connecting, research, policy and practice, supported by the following Principles:

- Evidence-informed - AAG's views are based on gerontological research, practice knowledge and the experiences of older people
- Multi-disciplinary and holistic - AAG puts older people's lives and environments at the centre of our work by bringing together those with interests in all aspects of ageing research, education, policy and practice
- Independent - while acknowledging the informed contributions of different groups, AAG is not beholden to the interests of any profession, institution, service sector or interest group
- Collaborative - AAG actively brings its members and key stakeholders together to progress improvements in the experience of ageing
- Fair - AAG is committed to promoting equity of access and outcomes for all older people in Australia and internationally.

### STRATEGIC GOALS

The four (4) goals of the 2020-2023 Strategic Plan are:

1. Demonstrate leadership through setting the ageing agenda
2. Strengthen innovation and collaboration to increase impact and reach
3. Ensure evidence from multiple perspectives is at the centre of policy and practice
4. Grow sustainably as Australia's peak body of choice in gerontology and ageing.

### SIGNIFICANT CHANGES IN ACTIVITIES

There have been no significant changes in activities for the year.

### SIGNIFICANT CHANGES IN STATE OF AFFAIRS

There have been no significant changes in the state of affairs of the company during the year.

### KEY EVENTS 2020-21

The company continued to deliver on its increased focus on policy and advocacy work on dementia and aged care through the lens of ageing.

AAG held 15 member-only forums to discuss the Royal Commission into Aged Care Quality and Safety's final report and recommendations, which framed AAG's future plans in response to these.

Christine Stirling and David Heath stepped down in December 2020 as President and May 2021 as Treasurer respectively, as well as from the AAG Directors. The AAG Directors thanked them for their service to the Company.

The AAG Directors welcomed the addition of Anita Westera and Susan Staples, in December 2020 and May 2021 respectively, as AAG Directors. Susan Staples was also appointed Treasurer

### SOCIAL RESPONSIBILITY IMPACT

The social responsibility services provided by AAG are significant as many of our activities have purpose led discounts for targeted groups such as students, concessions holder and retirees or are free such as membership for Aboriginal and Torres Strait Islander people.

AAG acknowledges and is grateful to its members who volunteer significant amounts of time and expertise on many of our activities, including on the Board and as Corporate Trustee of the AAG Research Trust, division and other committees, conferences, events, webinars, Aboriginal and Torres Strait Islander Ageing Advisory Group, student and early career group, special interest groups, policy and advocacy and representing AAG at international, national, state/territory and local levels.

### OPERATING RESULT

The company recorded a surplus of \$187,069 for the year 1 July 2020 to 30 June 2021 (2020: surplus of \$30,484)

### DIVIDENDS PAID OR RECOMMENDED

The company does not recommend or pay dividends.

### MEMBERS' GUARANTEE

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$2 toward meeting any outstanding obligations of the entity. At 30 June 2021, the total amount members are liable to contribute is \$2,582 (2020: \$2,698).

### AUDITORS' INDEPENDENCE

The lead auditor's independence declaration in accordance with s60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* for the year ended 30 June 2021 has been received and can be found accompanying the audit report.

Signed in accordance with a resolution of the Directors under the *Australian Charities and Not-for-profits Commission Act 2012*.

On behalf of the Directors:

	
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Marguerite Bramble

Susan Staples

Chair of the Board/ AAG President

Treasurer

21 October 2021

**STATEMENT OF COMPREHENSIVE INCOME** for the year ended 30 June 2021

	<i>Note</i>	<i>2021</i>	<i>2020</i>
		\$	\$
<b>Revenue</b>			
Memberships		157,703	170,563
Grants		631,050	717,856
Events		119,597	520,807
Other		274,064	133,931
<b>Total Income</b>		<b>1,182,414</b>	<b>1,543,157</b>
<b>Expenditure</b>			
Employee benefits	3(b)	576,318	561,656
Event expenditure		105,843	482,090
Depreciation & Amortisation	3(a)	34,217	5,309
Audit		5,800	5,600
Other	3(c)	273,177	458,018
<b>Total Expenditure</b>		<b>995,355</b>	<b>1,512,673</b>
Surplus/(Deficit) for the year		187,059	30,484
<b>Total comprehensive Surplus/(Deficit) for the year</b>		<b>187,059</b>	<b>30,484</b>

*The statement of comprehensive income is to be read in conjunction with the attached notes.*

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2021

**STATEMENT OF FINANCIAL POSITION as at 30 June 2021**

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash & cash equivalents	4	821,510	688,269
Financial Assets (Term Deposits)	6	282,208	280,131
Trade & other receivables	5	126,704	86,371
Prepayments	7	157,894	39,643
<b>Total current assets</b>		<b>1,388,316</b>	<b>1,094,414</b>
<b>Non-current assets</b>			
Right-of-Use Asset	9	28,653	-
Plant & equipment	8	14,016	17,603
Intangible Assets	9	-	-
<b>Total non-current assets</b>		<b>42,669</b>	<b>17,603</b>
<b>Total Assets</b>		<b>1,430,985</b>	<b>1,112,017</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade & other payables	10	59,577	134,884
Income in Advance	11	264,764	107,737
Lease Liability	13	29,369	-
Employee benefits	12(a)	66,733	55,519
<b>Total current liabilities</b>		<b>420,443</b>	<b>298,140</b>
<b>Non-current liabilities</b>			
Employee benefits	12(b)	27,037	17,441
<b>Total non-current liabilities</b>		<b>27,037</b>	<b>17,441</b>
<b>Total liabilities</b>		<b>447,480</b>	<b>315,581</b>
<b>Net assets</b>		<b>983,505</b>	<b>796,436</b>
<b>FUNDS</b>			
Retained surpluses		983,505	796,436
<b>Total funds</b>		<b>983,505</b>	<b>796,436</b>

The statement of financial position is to be read in conjunction with the attached notes.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2021

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**STATEMENT OF CHANGES IN FUNDS** for the year ended 30 June 2021

	<i>Total Funds</i>
	\$
July 2019 – June 2020	
Balance at 1 July 2019	765,952
Surplus attributable to members	<u>30,484</u>
Balance at 30 June 2020	<b><u>796,436</u></b>
July 2020 – June 2021	
Balance at 1 July 2020	796,436
Surplus attributable to members	<u>187,069</u>
<b>Balance at 30 June 2021</b>	<b><u><u>983,505</u></u></b>

*The statement of changes in funds is to be read in conjunction with the attached notes.*

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2021

**STATEMENT OF CASH FLOWS** for the year ended 30 June 2021

	Note	2021 \$	2020 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts for Membership		154,705	250,956
Receipts for Conference		231,832	519,895
Receipt of Grants		776,033	776,033
Other Receipts		277,215	146,635
Payments to suppliers & employees		(1,273,697)	(1,647,921)
Net cash flows generated from (used in) operating activities		166,088	45,598
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property plant & equipment		(1,977)	(4,641)
Net cash flows generated from (used in) investing activities		(1,977)	(4,641)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Lease payments		(28,793)	-
Net cash flows generated from (used in) financing activities		(28,793)	-
Cash and cash equivalents at beginning of year (including Term Deposits)		968,400	927,443
Net Increase (decrease) in cash and cash equivalents		135,318	40,957
Cash and cash equivalents at end of year (including Term Deposits)	4	1,103,718	968,400

*The statement of cash flows is to be read in conjunction with the attached notes.*

Cash and cash equivalents at end of year (including Term Deposits) comprises:			
Cash and cash equivalents		821,510	688,269
Financial assets (Term deposits)		282,208	280,131
Cash and cash equivalents at end of year (including Term Deposits)	4	1,103,718	968,400

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

The financial statements cover the Australian Association of Gerontology Ltd as an individual entity, incorporated and domiciled in Australia. The Australian Association of Gerontology Ltd is a company limited by guarantee.

The financial statements were authorised for issue on 21 October 2021 by the Directors of the company.

### **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.

#### **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.

#### *Presentation currency*

The financial statements are prepared in Australian dollars.

#### *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 2.

#### **New, revised or amended Accounting Standards and Interpretations adopted**

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### Accounting Policies

#### A) Revenue

The company recognises income from its main revenue/income streams, as listed below:

- Government grants
- Donations and bequests
- Event income
- Membership income

#### *Government grants, donations and bequests*

When the company receives government grants, donations and bequests that are in the scope of AASB 1058 (being a transaction where the consideration paid to acquire an asset is significantly less than fair value principally to enable the company to further its objectives), it performs an assessment to determine if the contract is 'enforceable' and contains 'sufficiently specific' performance obligations.

In cases where there is an 'enforceable' contract with a customer with 'sufficiently specific' performance obligations, the transaction is accounted for under AASB 15 where income is recognised when (or as) the performance obligations are satisfied.

In all other cases (where the contract is not 'enforceable' or the performance obligations are not 'sufficiently specific'), the transaction is accounted for under AASB 1058 where the company:

- Recognises the asset in accordance with the requirements of other relevant applicable Australian Accounting Standards (e.g. AASB 9, AASB 16, AASB 116 and AASB 138)
- Considers whether any other financial statement elements should be recognized ('related amounts') in
  - accordance with the relevant applicable Australian Accounting Standard including:
  - contributions by owners (AASB 1004)
  - a lease liability (AASB 16)
  - revenue, or a contract liability arising from a contract with a customer (AASB 15)
  - a financial instrument (AASB 9)
  - a provision (AASB 137)
- Recognises income immediately in profit or loss for the excess of the initial carrying amount of the asset over any related amounts recognised.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

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

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

#### *Unrecognised revenue - Volunteer services*

The company regularly receives volunteer services as part of its operations. Under AASB 1058, private sector not-for-profit entities have a policy option to account for donated services at fair value if the fair value can be reliably measured.

While the company has assessed that the fair value of its volunteer services can be reliably measured, it has decided to adopt the policy option not to recognise volunteer services. Accordingly, no amounts are recognised in the financial statements for volunteer services.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### B) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated, less, where applicable, accumulated depreciation and any impairment losses.

#### Plant and equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(g)).

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

#### Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Plant and equipment	33.3%
Furniture	10%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

### C) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Term Deposits are classified separately on the balance sheet but included in opening and closing cash in the cash flow statement.

### D) Right-of-Use Assets and Lease Liabilities

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the entity expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of-use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

The entity has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### **E) Trade and Other Receivables**

Debtors are carried at amounts receivable and comprise amounts due for services provided under grant or other contractual arrangement. Normal terms of settlement vary from 7 to 90 days. Receivables expected to be collected within 12 months of the end of the reporting period are classified as Current assets, all other receivables are classified as Non-current assets. The collection of debts is assessed on an ongoing basis and specific provision is made for any doubtful accounts. Debts, which are known to be un-collectable, are written off.

### **F) Financial Assets**

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the company's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

### **G) Intangibles - Website**

Website is initially recognised at cost. It has a finite life and is carried at cost less any accumulated amortisation and impairment losses. Website has an estimated useful life of three years. It is assessed annually for impairment.

### **H) Impairment of Assets**

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

Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

Impairment testing is performed annually for intangible assets with indefinite lives.

### **I) Trade and Other Payables**

Trade and other payables represent the liabilities for goods and services received by the company during the reporting period that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

### **J) Employee Benefits**

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period.

#### ***Long Service Leave***

The provision for long service leave represents the present value of the estimated future cash outflows to be made resulting from employees' service provided up to reporting date. Liabilities for long service leave, which are not expected to be settled within twelve months are classified as non-current. Related on-costs have been included in the liability.

#### ***Annual Leave***

The annual leave provision represents the company's liability to pay resulting from employees' service provided up to reporting date. The provision has been calculated on wage and salary rates, which closely match the expected date of payment and includes related on-costs.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### **Superannuation Funds**

Contributions made to employee superannuation funds by the company are charged against income as they are incurred. Any amounts incurred but not paid at balance date are classified as a liability.

### **K) Income in Advance**

The liability for income in advance relates to un-utilised grant funds and other contractual amounts received on the condition that specified services are delivered or conditions are fulfilled. The services are usually delivered or the conditions are normally fulfilled within 12 months of the receipt of the grant. Where the amount received is in respect of services to be provided over a period that exceeds 12 months after the reporting date, or the conditions will only be fulfilled more than 12 months from reporting date, the liability is discounted and classified as non-current.

### **L) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

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 ATO is included with other receivables or 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 ATO are presented as operating cash flows included in receipts from customers or payments to suppliers. Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the ATO.

### **M) Income Tax**

No provision for income tax has been raised, as the entity is a charitable institution and is exempt from income tax under Div. 50 of the *Income Tax Assessment Act 1997*.

### **N) 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 current when: it is expected to be realised or intended to be sold or consumed in normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within twelve 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 twelve months after the reporting period. All other assets are classified as non-current.

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

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

### **O) Economic Dependence**

Australian Association of Gerontology Limited is dependent on the Federal Department of Health and Ageing for the majority of its revenue used to operate the business. At the date of this report, the Board of Directors has no reason to believe the Departments will not continue to support Australian Association of Gerontology Limited for the term of the current grant (until June 2022).

## 2. 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.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2021

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

*Revenue recognition*

To determine if a grant contract should be accounted for under AASB 1058 or AASB 15, the company has to determine if the contract is 'enforceable' and contains 'sufficiently specific' performance obligations. When assessing if the performance obligations are 'sufficiently specific', the company has applied significant judgement in this regard by performing a detailed analysis of the terms and conditions contained in the grant contracts, review of accompanying documentation (e.g. activity work plans) and holding discussions with relevant parties. Income recognition from grants received by the company has been appropriately accounted for under AASB 1058 or AASB 15 based on the assessment performed

*Estimation of useful lives of assets*

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

*Impairment of non-financial assets*

The company assesses impairment of non-financial assets at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

*Employee benefits provision*

As discussed in note 1, 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.

*Deferral of grant revenue*

When grant revenue is received whereby the company incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is initially recognised in the Statement of Financial Position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

**3. EXPENSES**

	2021	2020
	\$	\$
<b>(A) DEPRECIATION &amp; AMORTISATION</b>		
Office Equipment	5,564	5,309
Right-of-Use asset	28,653	-
Website	-	-
Total depreciation and amortisation	34,217	5,309
<b>(B) EMPLOYEE BENEFIT EXPENSES</b>		
Wages & salaries	501,881	496,748
Superannuation expense	49,648	45,844
Workers compensation insurance	4,521	3,306
Other employee benefit expense	667	55
Movements in employee benefits provisions	19,601	15,703
Total employee benefit expense	576,318	561,656

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2021

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

(C) OTHER EXPENSES	2021 \$	2020 \$
Contractors	54,073	73,025
Occupancy and outgoings	19,392	58,500
Board & Executive	12,346	11,933
Project work	70,700	149,178
Grants, Awards & Sponsorships	36,931	26,575
Divisional Spending	3,298	41,820
Other	76,437	96,987
<b>Total Other Expenditure</b>	<b>273,177</b>	<b>458,018</b>

4 CASH AND CASH EQUIVALENTS	2021 \$	2020 \$
Cash at bank and in hand	821,510	688,269
Term Deposits	282,208	280,131
	<b>1,103,718</b>	<b>968,400</b>

Cash at bank earns interest at floating rates based on daily deposit rates.

5 TRADE AND OTHER RECEIVABLES	Note	2021 \$	2020 \$
Trade receivables		17,747	12,936
Less: Provision for impairment of Receivables	5(A)	-	-
Net trade receivables		17,747	12,936
Accrued income		98,881	63,359
Deposits paid		8,334	8,334
Un-transferred Divisional Assets		1,742	1,742
		<b>126,704</b>	<b>86,371</b>

5 (A) PROVISION FOR IMPAIRMENT OF RECEIVABLES

Past experience indicates that no impairment allowance is necessary in respect of trade receivables. Examination at 30 June 2021 indicates that no specific receivables require provision for impairment. (2020 \$Nil).

6 FINANCIAL ASSETS - Term Deposits	2021 \$	2020 \$
Term Deposits - General	282,208	280,131
	<b>282,208</b>	<b>280,131</b>

7 PREPAYMENTS	2021 \$	2020 \$
Prepayments - Conference	130,284	17,850
Prepayments - Other	27,610	21,793
	<b>157,894</b>	<b>39,643</b>

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2021

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

8 PLANT & EQUIPMENT	Office equipment \$	Artwork \$	Total \$
<b><u>Cost</u></b>			
30 June 2019	44,794	6,616	51,410
Additions	4,641	-	4,641
<b>30 June 2020</b>	<b>49,435</b>	<b>6,616</b>	<b>56,051</b>
30 June 2020	49,435	6,616	56,051
Additions	1,977	-	1,977
<b>30 June 2021</b>	<b>51,412</b>	<b>6,616</b>	<b>58,028</b>
<b><u>Depreciation</u></b>			
30 June 2019	33,139	-	33,139
Charged	5,309	-	5,309
<b>30 June 2020</b>	<b>38,448</b>	<b>-</b>	<b>38,448</b>
30 June 2020	38,448	-	38,448
Charged	5,564	-	5,564
<b>30 June 2021</b>	<b>44,012</b>	<b>-</b>	<b>44,012</b>
<b><u>Carrying Amount</u></b>			
30 June 2020	10,987	6,616	17,603
<b>30 June 2021</b>	<b>7,400</b>	<b>6,616</b>	<b>14,016</b>

9 INTANGIBLE ASSETS	Right-of-Use asset \$	Software \$	Total \$
<b><u>Cost</u></b>			
30 June 2019	-	46,400	46,400
Additions	-	-	-
<b>30 June 2020</b>	<b>-</b>	<b>46,400</b>	<b>46,400</b>
30 June 2020	-	46,400	46,400
Additions	57,306	-	57,306
<b>30 June 2021</b>	<b>57,306</b>	<b>46,400</b>	<b>103,706</b>

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2021

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

**Amoritsation**

30 June 2019	-	46,400	46,400
Charged	-	-	-
<b>30 June 2020</b>	<b>-</b>	<b>46,400</b>	<b>46,400</b>

30 June 2020	-	46,400	46,400
Charged	28,653	-	28,653
<b>30 June 2021</b>	<b>28,653</b>	<b>46,400</b>	<b>75,053</b>

**Carrying Amount**

30 June 2020	-	-	-
<b>30 June 2021</b>	<b>28,653</b>	<b>-</b>	<b>28,653</b>

**10 TRADE PAYABLES AND OTHER PAYABLES**

	2021 \$	2020 \$
Trade Payables	15,960	36,934
Payroll liabilities	9,016	22,599
Other accruals	34,601	75,351
Total Trade payables and accrued expenses	<u>59,577</u>	<u>134,884</u>

The company's exposure to liquidity risks related to trade payables and other payables is negligible.

**11 INCOME IN ADVANCE**

	Conference \$	Grants \$	Other \$	Total \$
Balance at 30 June 2019	<b>175,529</b>	<b>12,371</b>	<b>116,247</b>	<b>304,147</b>
Receipts	-	705,484	107,737	813,221
Transferred to Income	(175,529)	(717,855)	(116,247)	(1,009,631)
Balance at 30 June 2020	-	-	<b>107,737</b>	<b>107,737</b>
Receipts	93,539	705,484	96,791	895,814
Transferred to Income	-	(631,050)	(107,737)	(738,787)
<b>Balance at 30 June 2021</b>	<b>93,539</b>	<b>74,434</b>	<b>96,791</b>	<b>264,764</b>

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2021

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

12 EMPLOYEE BENEFITS	2021 \$	2020 \$
<b>(A) CURRENT</b>		
Annual leave	66,733	55,519
Total current provisions	<b>66,733</b>	<b>55,519</b>
<b>(B) NON-CURRENT</b>		
Long service leave	27,037	17,441
Total non-current provisions	<b>27,037</b>	<b>17,441</b>

The entire annual leave balance has been classified as a current liability since the company does not have an unconditional right to defer settlement of these liabilities for at least 12 months after the end of the reporting period. The company expects that 50% of the annual leave liability and 100% of the long service liability will be paid after 12 months following the end of the reporting period.

In accordance with AASB119 Employee Benefits employee benefits expected to be settled within 12 months are short term and have not been discounted when calculating leave liabilities. Leave provisions classified as non-current have been discounted when calculating the leave liability.

13. CAPITAL & LEASING COMMITMENTS

(A) LEASE LIABILITIES

	2021 \$	2020 \$
Current	29,369	-
Non-current	-	-
Total lease liabilities	<b>29,369</b>	<b>-</b>

Future minimum lease payments arising under the company's lease contracts at the end of the year are as follows:

	2021 \$	2020 \$
Not later than one year	29,369	-
Later than one year but not later than 5 years	-	-
Later than 5 years	-	-
	<b>29,369</b>	<b>-</b>

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2021

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

**B) CAPITAL EXPENDITURE COMMITMENTS**

At reporting date the company has not entered into contracts for capital expenditure which have not been provided for in the financial statements

**14. CONTINGENT ASSETS & LIABILITIES**

The company had no contingent assets or liabilities as at 30 June 2021 and 30 June 2020.

**15. KEY MANAGEMENT PERSONNEL REMUNERATION**

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any Director (whether executive or otherwise) of that entity is considered key management personnel. All Directors act in an honorary capacity and receive no compensation for their services.

	2021 \$	2020 \$
Short-term employee benefits	135,654	132,143
Post-employment benefits	15,291	14,005
Total compensation	150,945	146,148

**16. OTHER RELATED PARTY TRANSACTIONS**

*Key management personnel*

Disclosures relating to key management personnel are set out in note 15.

*Transactions with related parties*

The share of management costs attributed to Australian Association of Gerontology Research Trust was \$36,282 (2020: \$29,000). This has been recorded as income of the organisation. There were no other transactions with related parties.

*Receivable from and payable to related parties*

The company is owed \$1,120 from the Australian Association of Gerontology Research Trust as at 30 June 2021. In addition \$98,548 for the reimbursement of management costs is payable by Australian Association of Gerontology Research Trust has been accrued (2020: \$62,266).

*Loans to/from related parties*

There were no loans to or from related parties at the current and previous reporting date.

*Expense reimbursements*

Where Directors incur expenditure in carrying out company business they are reimbursed for costs incurred in accordance with Board directions and on the same basis as the company's employees: on production of invoices in support of the expenditure.

**17. EVENTS AFTER THE REPORTING PERIOD**

No matter or circumstance has arisen since 30 June 2021 that has significantly affected or may significantly affect the company's financial statements as at 30 June 2021.

**18. COMPANY DETAILS**

The registered office of the company and principal place of business is: Suite 8, 322 St Kilda Road, St Kilda, Victoria, 3182.

**19. SEGMENT REPORTING**

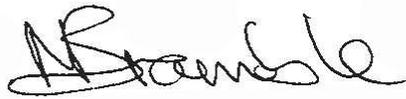
The company promotes gerontological research and the dissemination of relevant information. This General Purpose Financial Report therefore relates only to such operations.

## DIRECTORS' DECLARATION FOR THE YEAR ENDED 30 June 2021

In accordance with a resolution of the Directors of Australian Association of Gerontology Limited, the Directors of the entity declare that:

1. The financial statements and notes, as set out on pages 2 to 18, are in accordance with the Australian Charities and Not-For-Profits Commission Act 2012 and:
  - a. comply with Australian Accounting Standards – Reduced Disclosure Requirements; and
  - b. give a true and fair view of the financial position of the company as at 30 June 2021 and of its performance for the period ended on that date.
  
2. In the Directors' opinion there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

On behalf of the Directors:



Marguerite Bramble  
Chair of the Board/ AAG President  
21 October 2021



Susan Staples  
Treasurer

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
AUSTRALIAN ASSOCIATION OF GERONTOLOGY LTD  
ABN 62 162 569 986**

Accountants and Business Advisors

PO Box 300, Mulgrave Victoria 3170  
Level 1, 32 Business Park Drive,  
Notting Hill, Victoria 3168  
[www.aplfinancial.com.au](http://www.aplfinancial.com.au)  
T: 03 9558 6288  
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**Report on the Audit of the Financial Report  
*Opinion***

We have audited the financial report of Australian Association of Gerontology Ltd (the company), which comprises the statement of financial position as at 30 June 2021, the statement of comprehensive income, statement of changes in funds and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Australian Association of Gerontology Ltd has been prepared in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- i. 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
- ii. complying with Australian Accounting Standards – Reduced Disclosure Requirements and 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 (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.

***Information Other than the Financial Report and Auditor's Report Thereon***

The directors are responsible for the other information. The other information comprises the information included in the company's annual report for the year ended 30 June 2021 but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

***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 in accordance with 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 is necessary to enable the preparation of the 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.

**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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company'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 company 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 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.



William Jonathan Griffin

APL Financial Pty Ltd  
Level 1, 32 Business Park Drive, Notting Hill, Victoria

Dated this 21<sup>st</sup> day of October 2021

## AUDITOR'S INDEPENDENCE DECLARATION

**TO THE DIRECTORS OF  
AUSTRALIAN ASSOCIATION OF GERONTOLOGY LTD  
ABN 62 162 569 986**

Accountants and Business Advisors

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Level 1, 32 Business Park Drive,  
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T: 03 9558 6288  
F: 03 9558 9903

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, I declare that, to the best of my knowledge and belief, during the year ended 30 June 2021, there have been:

1. 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
2. No contraventions of any applicable professional conduct in relation to the audit.



William Jonathan Griffin

Dated this 21<sup>st</sup> day of October 2021



**AAG**  
Australian  
Association of  
Gerontology

**Australian Association of Gerontology**

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Web: **www.aag.asn.au**



/gerontologyau



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Australian Association of Gerontology acknowledges Traditional Owners of Country throughout Australia and recognises the continuing connection to lands, waters and communities. We pay our respect to Aboriginal and Torres Strait Islander cultures, to Elders past, present, and to all Aboriginal and Torres Strait Islander peoples including members of the Stolen Generations.