



**BALLARAT  
RENEWABLE  
ENERGY  
AND ZERO  
EMISSIONS**

**Financial Statements**

**For the Year Ended 30 June 2020**

# Ballarat Renewable Energy and Zero Emissions Inc.

ABN 35 704 902 844

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For the Year Ended 30 June 2020

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# Ballarat Renewable Energy and Zero Emissions Inc.

ABN 35 704 902 844

## Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2020

	Note	2020 \$	2019 \$
<b>Revenue</b>			
Affiliated Group Activities		8,885	10,942
Donations		3,563	4,927
Events		-	493
Farmers Market		-	88
Grants - Community Power Hub		45,000	55,000
Grants - Grampians Renewable Energy		45,000	-
Grants - Other		21,364	2,000
Interest received		953	3,067
Member subscriptions		2,139	1,567
Other income		3,722	3,350
Projects		21,545	-
Service Contracts		10,375	10,000
<b>Total Revenue</b>		<b>162,546</b>	<b>91,434</b>
<b>Expenditure</b>			
Administration		9,068	7,981
Affiliated Group Activities		11,163	9,294
Community Power Hub		108,472	140,233
Events		150	263
Farmers Market		-	2,003
Projects		3,158	-
Public Fund		15	2,727
RSAB		-	453
Smart Living Ballarat		6,104	11,499
Social Renewables		200	11,418
<b>Total Expenditure</b>		<b>138,330</b>	<b>185,871</b>
<b>Profit/(loss) before income tax</b>		<b>24,216</b>	<b>(94,437)</b>
Income tax expense	1(a)	-	-
<b>Profit/(loss) for the year</b>		<b>24,216</b>	<b>(94,437)</b>
<b>Other comprehensive income, net of income tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>24,216</b>	<b>(94,437)</b>

The accompanying notes form part of these financial statements.

# Ballarat Renewable Energy and Zero Emissions Inc.

ABN 35 704 902 844

## Statement of Financial Position

As At 30 June 2020

	Note	2020 \$	2019 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	2	128,841	112,001
Trade and other receivables	3	11,100	3,272
TOTAL CURRENT ASSETS		<u>139,941</u>	<u>115,273</u>
NON-CURRENT ASSETS			
Other financial assets	4	1,230	1,230
Loans and advances	5	7,250	10,250
Property, plant and equipment	6	-	-
TOTAL NON-CURRENT ASSETS		<u>8,480</u>	<u>11,480</u>
TOTAL ASSETS		<u>148,421</u>	<u>126,753</u>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	7	109	2,657
TOTAL CURRENT LIABILITIES		<u>109</u>	<u>2,657</u>
NET ASSETS		<u>148,312</u>	<u>124,096</u>
<b>EQUITY</b>			
Retained earnings		<u>148,312</u>	<u>124,096</u>
TOTAL EQUITY		<u>148,312</u>	<u>124,096</u>

The accompanying notes form part of these financial statements.

# Ballarat Renewable Energy and Zero Emissions Inc.

ABN 35 704 902 844

## Statement of Changes in Equity For the Year Ended 30 June 2020

2020

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 July 2019</b>	<b>124,096</b>	<b>124,096</b>
Profit attributable to members	24,216	24,216
<b>Balance at 30 June 2020</b>	<b>148,312</b>	<b>148,312</b>

2019

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 July 2018</b>	218,533	218,533
Loss attributable to members	(94,437)	(94,437)
<b>Balance at 30 June 2019</b>	<b>124,096</b>	<b>124,096</b>

The accompanying notes form part of these financial statements.

# Ballarat Renewable Energy and Zero Emissions Inc.

ABN 35 704 902 844

## Statement of Cash Flows For the Year Ended 30 June 2020

	2020	2019
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	164,472	95,884
Payments to suppliers	(151,585)	(212,749)
Interest received	953	3,067
Net cash provided by (used in) operating activities	9	13,840
	<u>13,840</u>	<u>(113,798)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Unsecured loans - proceeds from repayments	3,000	3,000
Purchase of investments	-	(100)
Net cash provided by investing activities	<u>3,000</u>	<u>2,900</u>
Net increase/(decrease) in cash and cash equivalents held	16,840	(110,898)
Cash and cash equivalents at beginning of year	112,001	222,899
Cash and cash equivalents at end of financial year	2	128,841
	<u>128,841</u>	<u>112,001</u>

The accompanying notes form part of these financial statements.

# Ballarat Renewable Energy and Zero Emissions Inc.

ABN 35 704 902 844

## Notes to the Financial Statements For the Year Ended 30 June 2020

The financial report covers Ballarat Renewable Energy and Zero Emissions Inc. as an individual entity. Ballarat Renewable Energy and Zero Emissions Inc. is a not-for-profit Association, registered and domiciled in Australia.

The principal activities of the Association for the year ended 30 June 2020 were undertaken to protect and enhance the natural environment and increase sustainability within the Ballarat region by promoting and developing renewable sources of energy and significantly reducing the region's contribution to greenhouse gas emissions.

The functional and presentation currency of Ballarat Renewable Energy and Zero Emissions Inc. is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

### Basis of Preparation

In the opinion of those charged with Governance the Association is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

### 1 Summary of Significant Accounting Policies

#### (a) Income Tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (b) Revenue and other income

Revenue is recognised when the entity is entitled to it.

#### Donations

Donations and bequests are recognised as revenue when received.

#### Rendering of services

Revenue in relation to rendering of services is recognised depending on whether the outcome of the services can be estimated reliably. If the outcome can be estimated reliably then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period.

If the outcome cannot be reliably estimated then revenue is recognised to the extent of expenses recognised that are recoverable.

#### Subscriptions

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

# Ballarat Renewable Energy and Zero Emissions Inc.

ABN 35 704 902 844

## Notes to the Financial Statements For the Year Ended 30 June 2020

### 1 Summary of Significant Accounting Policies (continued)

#### (b) Revenue and other income (continued)

##### Grant revenue

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the entity obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is 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.

##### Other income

Other income is recognised on an accruals basis when the Association is entitled to it.

##### Interest revenue

Interest is recognised using the effective interest method.

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

#### (c) Goods and services tax (GST)

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

Receivables and payables are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

#### (d) Cash and cash equivalents

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



# Ballarat Renewable Energy and Zero Emissions Inc.

ABN 35 704 902 844

## Notes to the Financial Statements For the Year Ended 30 June 2020

### 2 Cash and Cash Equivalents

	2020	2019
	\$	\$
Cash at bank	128,841	112,001
	<u>128,841</u>	<u>112,001</u>

### 3 Trade and Other Receivables

Trade receivables	11,100	-
GST receivable	-	3,272
	<u>11,100</u>	<u>3,272</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

### 4 Other Financial Assets

Shares at Cost - Hepburn Wind	1,000	1,000
Shares at Cost - BREAZE Enterprises Pty Ltd	130	130
Shares at Cost - Cooperative Power	100	100
	<u>1,230</u>	<u>1,230</u>

### 5 Loans and Advances

Unsecured loan	7,250	10,250
	<u>7,250</u>	<u>10,250</u>

The unsecured loan relates to the provision of a solar system to Ballarat Regional Industries Inc. and is subject to a loan agreement dated 6 October 2016. The loan is scheduled to be repaid in equal instalments over a period of 74 months and is an interest free loan where all instalments are repaid by their due date. The total cost of the installation was \$50,359.

### 6 Property, plant and equipment

#### PLANT AND EQUIPMENT

Plant and equipment		
At cost	1,337	1,337
Accumulated depreciation	(1,337)	(1,337)
	<u>-</u>	<u>-</u>

# Ballarat Renewable Energy and Zero Emissions Inc.

ABN 35 704 902 844

## Notes to the Financial Statements For the Year Ended 30 June 2020

### 7 Trade and Other Payables

	2020	2019
	\$	\$
Current		
Trade payables	-	2,657
GST payable	<b>109</b>	-
	<b>109</b>	<b>2,657</b>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

### 8 Contingencies

In the opinion of those charged with governance, the Association did not have any contingencies at 30 June 2020 (30 June 2019:None).

### 9 Cash Flow Information

Reconciliation of net result to net cash provided by operating activities:

Profit/(loss) for the year	<b>24,216</b>	(94,437)
Non-cash flows in profit:		
Changes in assets and liabilities:		
- (increase) in trade and other receivables	<b>(11,100)</b>	-
- (decrease) in trade and other payables	<b>(2,657)</b>	(7,745)
- increase/(decrease) in GST payable	<b>3,381</b>	(11,616)
Cashflows from operations	<b>13,840</b>	(113,798)

## Ballarat Renewable Energy and Zero Emissions Inc.

ABN 35 704 902 844

### Statement by Members of the Board

The Board 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 the financial report as set out on pages 1 to 8:

1. Gives a true and fair view of the financial position of Ballarat Renewable Energy and Zero Emissions Inc. as at 30 June 2020 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Ballarat Renewable Energy and Zero Emissions Inc. will be able to pay its debts as and when they fall due.

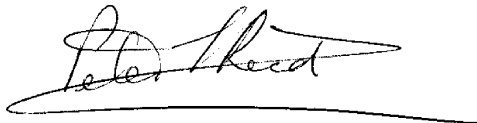
This statement is made in accordance with a resolution of the Board and is signed for and on behalf of the Board by:

President



Mary Debrett

Treasurer



Peter Reid

Dated 21 September 2020

## Ballarat Renewable Energy and Zero Emissions Inc.

ABN 35 704 902 844



### Independent Assurance Practitioner's Review Report to the members of Ballarat Renewable Energy and Zero Emissions Inc.

We have reviewed the accompanying financial report, being a special purpose financial report of Ballarat Renewable Energy and Zero Emissions Inc., which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the board.

#### **Board's Responsibility for the Financial Report**

The Board 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 *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the needs of the members. The Boards' responsibility also includes such internal control that the Board determines 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.

#### **Assurance Practitioner's Responsibility**

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2400, *Reviews of Financial Reports Performed by an Assurance Practitioner Who is Not the Auditor of the Entity*. ASRE 2400 requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ASRE 2400 is a limited assurance engagement. A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### **Conclusion**

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the financial report of Ballarat Renewable Energy and Zero Emissions Inc. does not satisfy the requirements of Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* including:

- a) giving a true and fair view of the Association's financial position as at 30 June 2020 and of its financial performance and cash flows for the year ended on that date; and
- b) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

#### **Basis of Accounting**

Without modifying our conclusion, 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 Boards' financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose.

**COOPER AUDIT AND ACCOUNTING PTY LTD**

**Grant Cooper**  
Director

**Signed at Ballarat**  
**Dated 21 September 2020**