Eastern Domestic Violence Service Inc

ABN: 22 282 344 167

Financial Statements

For the Year Ended 30 June 2021

Eastern Domestic Violence Service Inc

ABN: 22 282 344 167

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For the Year Ended 30 June 2021

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Eastern Domestic Violence Service Inc

ABN: 22 282 344 167

Directors' Report
30 June 2021

The directors present their report for Eastern Domestic Violence Service Inc (EDVOS) for the financial year ended 30 June 2021.

EDVOS is incorporated under the *Associations Incorporation Reform Act 2012 (Vic)* and registered with the *Australian Charities and Not-for-Profits Commission* (ACNC).

Directors

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

Names	Position	Appointed/Resigned
Sandie de Wolf AM	Chair	
Margaret Hodge	Deputy Chair	
Anthony Pititto	Treasurer	
Fay Daniel		
Lilia Szarski		(Resigned 24 November 2020)
Sue Campion		
Sonia Sharp		
Denise McLaughlin		
Prue Monument		
Kelly Shay		(Appointed 2 September 2020)
Chloe Symes		(Appointed 2 September 2020)
Gary Trytell		(Appointed 2 September 2020)
Simona Gory		(Appointed 25 November 2020, resigned 17 May 2021)

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal activities and significant changes in nature of activities

EDVOS is a leading specialist family violence service in Victoria. Our work is focused across seven Local Government Areas: Boroondara, Knox, Manningham, Maroondah, Monash, Whitehorse and Yarra Ranges. Some of our training, education and primary prevention programs are national.

The principal activities undertaken during the year were:

- Providing a broad range of integrated services to support women, children and their pets who are responding to family violence.
- Prioritising the safety of women and children as a fundamental human right, while working to ensure perpetrators are held accountable for using violence.
- Supporting women to make informed choices through programs and services that are individual, sensitive and evidence-based.
- Providing support, information, case management, safety planning, community education, programs for pet safety and a strong network of referral pathways to other services.

There were no significant changes in the nature of EDVOS' principal activities during the financial year.

Directors' Report
30 June 2021

Review of operations

The net deficit for the financial year ended 30 June 2021 was $22,624 (2020: $290,488 surplus). Funding is principally received from the Victorian Department of Families, Fairness and Housing, and utilised to fund operations. An extension of the funding agreement to 30 June 2024 has been agreed.

Short term and long term objectives

EDVOS' Vision is for our community to be free from family violence, where everyone is safe.

The following principles underpin the way we work as an organisation and with others to realise our vision and desired outcomes:

- Courage and leadership
- Intersectional Feminism
- Person-driven
- Evidence informed and continuous learning
- Transparency and accountability
- Respect and collaboration

EDVOS' Key Strategic Priorities are:

Strategic Priority 1: Experience and Outcomes

To enhance and expand the outcomes achieved for victim survivors and the broader community (through delivering services and programs across the continuum of family violence prevention, early intervention, response and recovery) across the Eastern region of Melbourne and beyond.

Strategic Priority 2: Integration and Collaboration

To collaborate with other organisations and service providers in a meaningful and sustainable way.

Strategic Priority 3: Inclusion and Intersectionality

To be an inclusive organisation that actively considers and applies an intersectional framework in the work that we do.

Strategic Priority 4: Influence and Advocacy

To strengthen our influence, share our knowledge and learn from others to drive positive change in the broader community and across the sectors that we operate in.

Key performance measures

EDVOS assesses its performance through the use of both quantitative and qualitative measures, including data on service outputs, client experiences and outcomes; performance against annual income and expenditure and cash flow budgets. These are used by Directors to assess service performance, financial sustainability and whether EDVOS' short-term and long-term objectives are being achieved.

Directors' Report
30 June 2021

Reporting entity

The Directors have assessed that EDVOS is not a reporting entity and as such Special Purpose Financial Statements have been prepared for the year ended 30 June 2021.

Matters or circumstances arising after the end of the year

The impacts of the COVID-19 pandemic continue to create unprecedented uncertainty in the economic environment that we operate within. Actual economic events and conditions in the future may be materially different from those estimated by EDVOS at the reporting date. In the event the COVID-19 pandemic impacts are more severe or prolonged than anticipated, this may have further adverse impacts on EDVOS. At the date of the financial statements, an estimate of the future effects of the COVID-19 pandemic on EDVOS cannot be made, as the impact will depend on the magnitude and duration of the economic downturn, with the full range of possible effects unknown.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of EDVOS, the results of those operations or the state of affairs of EDVOS in future financial years.

Wind-up provisions

EDVOS is incorporated under the Associations Incorporation Reform Act 2012 and registered with the Australian Charities and Not-for-Profits Commission (ACNC). Should EDVOS be wound up, the constitution states that any remaining assets are to be transferred to one or more charities with similar purposes to EDVOS and expressly prohibits payments or distributions to members.

Information on directors

Sandie de Wolf AM	**Chair**
Qualifications	BA (hons), Dip Soc Stud, Master in Human Service Management and FAICD.
Experience	CEO at Berry Street for twenty-six years overseeing significant growth in reach, impact and reputation. Held position of Interim CEO at DVVic (December 2018-June 2019), the Deputy Chair of the Victorian Children's Council (since 2007), the Chair of the Western Integrated Family Violence Committee, as a member of the boards of Family Planning Victoria and Kilfinan, and the Suitability and DET Safety and Well-being Panels.
Responsibilities	Chair of the Governance Committee

Margaret Hodge	**Deputy Chair**
Qualifications	Associate Diploma of Welfare Studies - Chisholm Institute of Technology; Masters of Counselling and Human Services - LaTrobe University; Graduate Certificate in Social Science (Male Family Violence) Men's Behaviour Change Group Facilitation Bridging Program - Swinburne University; Specialist Course in Couples Therapy - Relationships Australia; Graduate Diploma of Psychological Studies - Deakin University; Two year Advanced Family Therapy - Family Solutions Centre; Bachelor of Arts (Social Sciences) - Monash University.
Experience	Clinical Family Therapist (AAFT), Counsellor, Supervisor and Trainer. Currently in private practice and has a diverse role in the provision of training, supervision and practice predominantly in the area of Family Violence.
Responsibilities	Member of the Governance Committee

Directors' Report
30 June 2021

Information on directors

Anthony Pititto	**Treasurer**
Qualifications	Bachelor of Commerce; Fellow, Chartered Accountants Australia and New Zealand.
Experience	Senior partner with Grant Thornton where he is responsible for the provision of audit and assurance services. Tony has thirty years' experience serving Australian and international mid-market clients. He provides specialist skills to mid-cap and mid-market business in audit, accounting, due diligence, management reporting and business planning.
Responsibilities	Chair of the Finance and Audit Committee
Fay Daniel	**Director**
Qualifications	BA (Legal Studies & Psychology), Advanced Diploma in Police Administration, Diploma of Business (Governance), Cert IV Community Services Work, Cert IV Training & Assessment.
Experience	Over forty years with the Victoria Police force including position of Police Family Violence Advisor, Manager Family Violence Unit and trainer. After retiring from the Police force she worked with Swinburne University as a trainer.
Responsibilities	Member of the Quality and Risk Committee
Lilia Szarski	**Director**
Qualifications	M.ED Psych, Grad Dip Psych, BA.
Experience	Lilia has held several senior managerial roles in family court counselling and mediation services, with the most recent role as Clinical Supervision and trainer with Relationships Australia (Vic) and in Private Practice.
Responsibilities	Member of the Finance and Audit Committee
Sue Campion	**Director**
Qualifications	Diploma of Management, Bachelor of Laws (Postgraduate) Diploma in Community Services (Community Development), Diploma of Education, Bachelor of Social Work.
Experience	Sue is a Lawyer, specialising in Criminal, Family and Family Violence Law, developed the National Standards for Family Violence and managed a number of Family Violence Services including Aboriginal Family Violence Programs.
Responsibilities	Member of the Quality and Risk Committee
Sonia Sharp	**Director**
Qualifications	Honorary Senior Fellow, Department of Education, University of Melbourne; Doctor of Philosophy (Educational Psychology), University of Sheffield UK; Master of Science (Education Psychology), University of Sheffield UK; Postgraduate Certificate in Education, University of Aston Birmingham UK and Bachelor of Science (Honours), Human Communication and Linguistics, University of Aston Birmingham UK.
Experience	Sonia has over thirty years of public service experience including as a senior executive in regional and state government. Sonia's background in teaching, child psychology and research informed her contribution to significant reform to integrate services for vulnerable children, young people and their families. Sonia has been recognised internationally for her pioneering work on prevention practices in the UK which saw the introduction of joint screening teams for family violence reports between police and child protection.
Responsibilities	Member of the Governance Committee

Directors' Report
30 June 2021

Information on directors

Denise McLaughlin	**Director**
Qualifications	Bachelor of Arts, Primary Teacher's Certificate and Special Teacher's Certificate, Public Service Medal (2018).
Experience	Denise is an experienced leader and operational manager. Prior to leaving the Department of Health and Human Service in 2018 Denise was the Director Child Protection in the North Division. She has held other executive level roles including management positions in disability services, youth justice, and local government, in addition to a twenty year career in teaching and program management with the Department of Education and Training. Denise was awarded the Public Service Medal in 2018 for outstanding public service to the delivery of child protection services in Victoria.
Responsibilities	Member of the Quality and Risk Committee
Prue Monument	**Director**
Qualifications	Executive Master of Public Administration.
Experience	Currently the Executive Director of Regulatory Operations at the Tertiary Education Quality and Standards Agency. Prior to that Prue was Director of Compliance at the Australian Charities and Not-for-profits Commission (ACNC). Prue's earlier career was with the Australian Border Force and the Department of Immigration and Border Protection in Australia, Shanghai and Beirut with a focus on program integrity, compliance and fraud prevention.
Responsibilities	Chair of the Quality and Risk Committee
Kelly Shay	**Director**
Qualifications	Graduate Certificate of Business Administration.
Experience	Kelly spent the first twenty years of her working life in union leadership organising workers in the aged care, early childhood education and care and disability sectors in Australia and North America. In 2016 Kelly pivoted into financial services joining Australian Super responsible for business development and stakeholder engagement. Most recently, Kelly joined ME Bank as the Network Acquisition Partnership Manager.
Responsibilities	Member of the Finance and Audit Committee
Chloe Symes	**Co-opted Board Member**
Qualifications	Bachelor Business, Masters of Applied Positive Psychology.
Experience	Chloe is a Director at Cube Group supporting clients across the public purpose sector, predominantly supporting her clients with strategic planning, transformational change management and organisational design and performance. Chloe has a deep commitment to mental wellbeing and regularly incorporates mindful and positive psychology based strategies to client challenges.
Responsibilities	Member of the Quality and Risk Committee
Gary Trytell	**Co-opted Board Member**
Qualifications	Bachelor Science (Computer Science).
Experience	Gary is an IT Executive with over thirty-five years' corporate experience. Following a thirty year career with IBM, Gary moved to Epworth Healthcare as Deputy Chief Information Officer for five years. Gary joined Microsoft Australia in September 2021 as a Senior Delivery Executive.
Responsibilities	Member of the Finance and Audit Committee

Eastern Domestic Violence Service Inc

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Directors' Report
30 June 2021

Information on directors

Simona Gory	**Director**
Qualifications	BA/LLB (Hons) Melbourne Law School, LLM Columbia Law School.
Experience	Simona has been a commercial barrister for eight years and has vast legal experience both nationally and internationally. She has an interest in policy change in the women's and family violence space and was previously a Director with Domestic Violence Victoria.
Responsibilities	Member of the Governance Committee

Meetings of directors

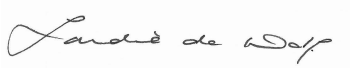
During the financial year, eleven meetings of directors were held. Attendance by each Director during the year was as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Sandie de Wolf AM	11	11
Margaret Hodge	11	9
Anthony Pititto	11	11
Fay Daniel	11	9
Lilia Szarski	4	4
Sue Campion	11	10
Sonia Sharp	11	8
Denise McLaughlin	11	11
Prue Monument	11	9
Kelly Shay	10	10
Chloe Symes	10	10
Gary Trytell	10	10
Simona Gory	5	4

Auditor's independence declaration

The auditor's independence declaration for the year ended 30 June 2021 has been received and can be found on page 7 of the financial report.

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



Director: .....
Sandie de Wolf AM

Dated this 8th day of November 2021

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AUDITOR'S INDEPENDENCE DECLARATION
UNDER SUBDIVISION 60-40 OF *THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012*
TO THE DIRECTORS OF EASTERN DOMESTIC VIOLENCE SERVICE INC.

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2021, there have been no contraventions of the auditor independence requirements as set out in any applicable code of professional conduct in relation to the audit.

Moore Australia

MOORE AUSTRALIA AUDIT (VIC)
ABN 16 847 721 257

RYAN LEEMON
Partner
Audit and Assurance

Melbourne, Victoria

8 November 2021

Eastern Domestic Violence Service Inc

ABN: 22 282 344 167

Statement of Income and Expenditure and Other Comprehensive Income

For the Year Ended 30 June 2021

	Note	2021 $	2020 $
Revenue		**13,840,516**	12,521,772
Interest income		**15,655**	45,894
	4	**13,856,171**	12,567,666
Employee benefits expenses		**(9,251,185)**	(8,647,451)
Depreciation expenses		**(239,672)**	(248,060)
Administration expenses		**(758,063)**	(570,981)
Program expenses		**(3,394,954)**	(2,560,789)
Occupancy expenses		**(214,320)**	(226,996)
Lease interest expenses		**(20,601)**	(22,901)
Surplus/(deficit) before income tax		**(22,624)**	290,488
Income tax expense		**-**	-
Surplus/(deficit) for the year		**(22,624)**	290,488

The accompanying notes form part of these financial statements.

Eastern Domestic Violence Service Inc

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Statement of Financial Position

As at 30 June 2021

	Note	2021 $	2020 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	**4,464,936**	3,908,319
Trade and other receivables	6	**23,430**	70,190
Other financial assets	7	**37,241**	42,741
Other assets	8	**98,082**	494,594
TOTAL CURRENT ASSETS		**4,623,689**	4,515,844
NON-CURRENT ASSETS			
Property, plant and equipment	9	**155,729**	196,656
Intangible assets	10	**-**	1,492
Right-of-use assets	11	**516,264**	626,957
TOTAL NON-CURRENT ASSETS		**671,993**	825,105
TOTAL ASSETS		**5,295,682**	5,340,949
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	12	**1,403,289**	1,076,003
Lease liabilities	11	**194,795**	140,357
Short-term provisions	13	**1,138,303**	759,133
Deferred income	14	**489,412**	1,094,646
TOTAL CURRENT LIABILITIES		**3,225,799**	3,070,139
NON-CURRENT LIABILITIES			
Lease liabilities	11	**356,156**	508,041
Long-term provisions	13	**91,493**	117,911
TOTAL NON-CURRENT LIABILITIES		**447,649**	625,952
TOTAL LIABILITIES		**3,673,448**	3,696,091
NET ASSETS		**1,622,234**	1,644,858
EQUITY			
Retained surplus		**1,622,234**	1,644,858
TOTAL EQUITY		**1,622,234**	1,644,858

The accompanying notes form part of these financial statements.

Eastern Domestic Violence Service Inc

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Statement of Changes in Equity

For the Year Ended 30 June 2021

2021

	Retained Surplus	Total
	$	$
Balance at 1 July 2020	**1,644,858**	**1,644,858**
Deficit for the year	**(22,624)**	**(22,624)**
Balance at 30 June 2021	**1,622,234**	**1,622,234**

2020

	Retained Surplus	Total
	$	$
Balance at 1 July 2019	1,354,370	1,354,370
Surplus for the year	290,488	290,488
Balance at 30 June 2020	1,644,858	1,644,858

The accompanying notes form part of these financial statements.

Eastern Domestic Violence Service Inc

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Statement of Cash Flows

For the Year Ended 30 June 2021

	Note	2021 $	2020 $
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from government grants and other income		**14,468,355**	13,846,805
Payments to suppliers, employees and others		**(13,728,285)**	(13,426,847)
Interest received		**15,655**	45,894
Lease interest		**(20,601)**	(22,901)
Net cash provided by operating activities	16	**735,124**	442,951
CASH FLOWS FROM INVESTING ACTIVITIES:			
Refund/(payments) for security deposits		**5,500**	(15,566)
Payments for property, plant & equipment		**(39,818)**	(69,659)
Net cash used in investing activities		**(34,318)**	(85,225)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Principal lease payments		**(144,189)**	(119,304)
Net cash used in financing activities		**(144,189)**	(119,304)
Net increase in cash and cash equivalents held		**556,617**	238,422
Cash and cash equivalents at beginning of year		**3,908,319**	3,669,897
Cash and cash equivalents at end of financial year	5	**4,464,936**	3,908,319

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2021

The financial report covers Eastern Domestic Violence Service Inc (EDVOS) as an individual entity. EDVOS is a not-for-profit Association, registered and domiciled in Australia.

The functional and presentation currency of EDVOS is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 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*.

2 Summary of Significant Accounting Policies

(a) Revenue and other income

Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Association expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer

2. Identify the performance obligations

3. Determine the transaction price

4. Allocate the transaction price to the performance obligations

5. Recognise revenue as and when control of the performance obligations is transferred

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Association have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

2 Summary of Significant Accounting Policies

(a) Revenue and other income

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Association are:

Grants

Grants are recognised at their fair value where there is a reasonable assurance that the grant will be received and all attached conditions will be complied with.

Grant funding income is recognised as revenue when the Association satisfies its performance obligations under the relevant grant agreement/contract. For most agreements, performance obligations are satisfied over time, using input methods. The duration of agreements vary depending on the services/obligations to be performed.

Where fees are paid in advance, the amount received is recognised as a liability and recognised as revenue over the duration of the agreed period, based on the input method which most accurately reflect the satisfaction of performance obligations.

Each grant is reviewed and revenue recognition is matched with each performance obligation depending on its profile.

Service Revenue

Revenue from providing services is recognised in the accounting period in which the services are rendered. For fixed-price contracts, revenue is recognised based on the actual service provided to the end of the reporting period as a proportion of the total services to be provided because the customer receives and uses the benefits simultaneously. This is determined based on the actual labour hours spent, relative to the total expected labour hours. Where the contracts include multiple performance obligations, the transaction price will be allocated to each performance obligation based on the stand-alone selling prices. Where these are not directly observable, they are estimated based on expected cost plus margin.

Estimates of revenues, costs or extent of progress towards completion are revised if circumstances change. Any resulting increases or decreases in estimated revenues or costs are reflected in the statement of income and expenditure in the period in which the circumstances that give rise to the revision becomes known by management.

Revenue considered to be variable in nature is only recognised to the extent it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. Once the uncertainty related to the variable consideration is resolved, this amount is adjusted.

Revenue is recognised when it is probable that the economic benefit will flow to the Association and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

Donations

Donations are recognised at the time the pledge is made and right to receipt is established.

2 Summary of Significant Accounting Policies

(a) Revenue and other income

Specific revenue streams

Interest Revenue

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 on an accruals basis, when the Association is entitled to it.

(b) Income Tax

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

(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 payable are stated inclusive of GST.

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

(d) Volunteer services

No amounts are included in the financial statements for services donated by volunteers.

2 Summary of Significant Accounting Policies

(e) Property, plant and equipment

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

Items of property, plant and equipment acquired for significantly less than fair value have been recorded at the acquisition date fair value.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Association, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Motor Vehicles	5 years
Office Furniture and Equipment	4-10 years
Computer Equipment	4-10 years
Leasehold improvements	Lease term

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

(f) Financial instruments

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

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

Financial assets

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

2 Summary of Significant Accounting Policies

(f) Financial instruments

Financial assets

Classification

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

- amortised cost
- fair value through income and expenditure

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

Amortised cost

Assets measured at amortised cost are financial assets where:

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

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

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

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on de-recognition is recognised in income and expenditure.

Financial assets through income and expenditure

All financial assets not classified as measured at amortised cost or fair value through other comprehensive income as described above are measured at FVTPL.

Net gains or losses, including any interest or dividend income are recognised in profit or loss (refer to hedging accounting policy for derivatives designated as hedging instruments.)

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for financial assets measured at amortised cost.

2 Summary of Significant Accounting Policies

(f) Financial instruments

Financial assets

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Association considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Association's historical experience and informed credit assessment and including forward looking information.

The Association uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Association uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Association in full, without recourse to the Association to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

Credit losses are measured as the present value of the difference between the cash flows due to the Association in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

Trade receivables

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

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

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

Other financial assets measured at amortised cost

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

2 Summary of Significant Accounting Policies

(f) Financial instruments

Financial liabilities

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

The financial liabilities of the Association comprise trade payables, bank and other loans and lease liabilities.

(g) Impairment of non-financial assets

At the end of each reporting period the Association determines whether there is an evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

(h) 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.

2 Summary of Significant Accounting Policies

(i) Leases

At inception of a contract, the Association assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

This involves an assessment of whether:

- The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.
- The Association has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- The Association has the right to direct the use of the asset i.e. decision making rights in relation to changing how and for what purpose the asset is used.

The non-lease components included in the lease agreement have been separated and are recognised as an expense as incurred.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Association's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured when there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Association's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the re-measurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Exceptions to lease accounting

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

2 Summary of Significant Accounting Policies

(j) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on corporate bond rates, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in income and expenditure.

From 1 July 2019 the Association has registered for the Victorian Portable Long Service Benefit Scheme (the Scheme). The Scheme enables eligible workers to accumulate paid long service leave entitlements for long service within a sector (including community services), irrespective of their employer. On 1 October 2020, the Scheme regulations were made permanent and came into effect. The 2020 Regulations replaced the predominance test with a modern awards test to assess employee eligibility for the Scheme. On the effective date of the revised Scheme's commencement, the accumulated entitlements owing to all newly eligible employees have also been frozen. For eligible employees the Association will submit a quarterly return and pay the required levy. On the effective date of the Scheme's commencement, the accumulated entitlements owing to all eligible employees have been frozen. The benefits will remain an obligation of the Association until the employee reaches eligibility under the *Long Service Leave Act (2018) Vic*, then reduce as the entitlement is consumed or until the employee resigns. From the date of commencement into the Scheme, no further long service leave will be accrued by the Association for eligible employees, as the future entitlements will now be funded through the Scheme.

(k) Provisions

Provisions are recognised when the Association 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 are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period. The discount rate used reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the unwinding of the discount is taken to finance costs in the statement of income and expenditure and other comprehensive income.

(l) Economic dependence

EDVOS is dependent on the State Government Department of Families, Fairness and Housing (DFFH) for the majority of its revenue used to deliver services. At the date of this report the members of the board have no reason to believe the State Government Department of Families, Fairness and Housing (DFFH) will not continue to support EDVOS.

3 Critical Accounting Estimates and Judgments

Those charged with governance make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - revenue recognition

When determining the nature, timing and amount of revenue to be recognised, the following critical estimates and judgements were applied and are considered to be those that have the most significant effect on revenue recognition.

For many of the grant agreements received, the determination of whether the contract includes sufficiently specific performance obligations was a significant judgment involving discussions with a number of parties at the Association, review of the proposal documents prepared during the grant application phase and consideration of the terms and conditions.

Grants received by the Association have been accounted for under both AASB 15 and AASB 1058 depending 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.

Key estimates - employee benefits provisions

As described in note 3, 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 annual wage case decisions have been considered.

Key judgments - COVID-19 pandemic

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

Notes to the Financial Statements

For the Year Ended 30 June 2021

4 Revenue and Other Income

Revenue from continuing operations

	2021	2020
	$	$
Provision of services		
- grant funding	**13,629,431**	12,245,821
Other income		
- Interest income	**15,655**	45,894
- other trading revenue	**173,585**	200,951
- cash flow boost	**37,500**	75,000
	226,740	321,845
Total Revenue	**13,856,171**	12,567,666

5 Cash and Cash Equivalents

Cash at bank and in hand	**4,464,936**	3,908,319

6 Trade and other receivables

CURRENT		
Trade receivables	**23,430**	70,190

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.

7 Other Financial Assets

	Note		
CURRENT			
Security deposits	(a)	**37,241**	42,741

(a) Security deposits

Security deposits relate to two leased properties occupied by the Association. Deposits are expected to be recovered in full at the end of the lease term upon satisfaction of lease terms, inclusive of any make good as provided for (refer to Note 13). The movement is in relation to funds returned for a lease that expired during the 2021 financial year.

Notes to the Financial Statements

For the Year Ended 30 June 2021

8 Other Assets

	2021	2020
	$	$
CURRENT		
Prepayments	**75,041**	69,499
Accrued income	**23,041**	425,095
	98,082	494,594

9 Property, plant and equipment

PLANT AND EQUIPMENT		
Motor vehicles		
At cost	**236,201**	236,201
Accumulated depreciation	**(169,377)**	(128,598)
Total motor vehicles	**66,824**	107,603
Office furniture and equipment		
At cost	**64,495**	67,384
Accumulated depreciation	**(51,032)**	(53,118)
Total office equipment	**13,463**	14,266
Computer equipment		
At cost	**245,051**	267,645
Accumulated depreciation	**(171,152)**	(194,632)
Total computer equipment	**73,899**	73,013
Leasehold Improvements		
At cost	**304,850**	430,802
Accumulated amortisation	**(303,307)**	(429,028)
Total leasehold improvements	**1,543**	1,774
Total plant and equipment	**155,729**	196,656

Notes to the Financial Statements

For the Year Ended 30 June 2021

9 Property, plant and equipment

Movements in Carrying Amounts

Movements in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Motor Vehicles	Office Furniture and Equipment	Computer Equipment	Leasehold Improvements	Total
	$	$	$	$	$
Year ended 30 June 2021					
Balance at the beginning of year	107,603	14,266	73,013	1,774	196,656
Additions	-	5,168	32,866	1,784	39,818
Depreciation expense	(40,779)	(5,971)	(31,980)	(2,015)	(80,745)
Balance at the end of the year	66,824	13,463	73,899	1,543	155,729

Notes to the Financial Statements

For the Year Ended 30 June 2021

10 Intangible Assets

	2021	2020
	$	$
Intangible assets		
Cost	**6,542**	6,542
Accumulated amortisation and impairment	**(6,542)**	(5,050)
Total Intangibles	**-**	1,492

11 Leases

Association as a lessee

Information relating to the leases in place and associated balances and transactions are provided below.

Terms and conditions of leases

The Association leases land and buildings at two sites across Melbourne with applicable terms on arm's length commercial basis. The leases are generally between one to five years and the leases contain rent review mechanisms at each anniversary of the lease inception. During the financial year, a lease was carried to term expiration, with a subsequent new lease agreement signed and a third property vacated.

The Association also enjoys the use of one further premises owned by the Director of Housing, a body corporate constituted under the Housing Act 1983, where there are no rental payments required.

The Association has elected to not fair value peppercorn leases in accordance with the *Amendments to Australian Accounting Standards - Right-of-Use Assets for Not-for-Profit Entities*. This election allows the Association a temporary option to measure right-of-use assets at initial recognition for leases that have significantly below market value terms, at cost, in accordance with AASB 16 *Leases* (paragraphs 23-25), which incorporates the amount of the initial measurement of the lease liability.

The Association has elected to measure the right-of-use asset arising from the concessionary leases at cost which is based on the associated lease liability.

Right-of-use assets

	Buildings	Total
	$	$
Year ended 30 June 2021		
Balance at beginning of year	**626,957**	**626,957**
Depreciation charge	**(157,435)**	**(157,435)**
Additions to right-of-use assets	**46,742**	**46,742**
Balance at end of year	**516,264**	**516,264**

	Buildings	Total
	$	$
Year ended 30 June 2020		
Balance at beginning of year	767,702	767,702
Depreciation charge	(140,745)	(140,745)
Balance at end of year	626,957	626,957

11 Leases

Lease liabilities

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	< 1 year	1 - 5 years	> 5 years	Total undiscounted lease liabilities	Lease liabilities included in this Statement Of Financial Position
	$	$	$	$	$
2021					
Lease liabilities	**210,917**	**369,967**	**-**	**580,884**	**550,951**
2020					
Lease liabilities	160,821	537,223	-	698,044	648,398

Extension options

One of the leases contains an extension option which allows the Association to extend the lease term by the original non-cancellable period of the lease.

At commencement date and each subsequent reporting date, the Association assesses where it is reasonably certain that the extension options will be exercised. The Association has elected to not include the extension options.

The Association has applied the practical expedient to all COVID-19 related rent concessions that meet the following conditions:

a. The change in lease payments results in revised consideration for the lease that is substantially the same as, or less than, the consideration for the lease immediately preceding the change;

b. any reduction in lease payments affects only payments originally due on or before 30 June 2021 (for example, a rent concession would meet this condition if it results in reduced lease payments on or before 30 June 2021 and increased lease payments that extend beyond 30 June 2021); and

c. there is no substantive change to other terms and conditions of the lease.

The practical expedient allows changes in lease payments resulting from the rent concession to be treated as a variable lease payment through the statement of profit or loss and other comprehensive income, rather than as a lease modification.

Notes to the Financial Statements

For the Year Ended 30 June 2021

12 Trade and Other Payables

	2021	2020
	$	$
CURRENT		
Trade payables	**91,691**	180,779
GST payable	**294,465**	204,535
Salaries and wages payable	**307,095**	275,865
Sundry payables and accrued expenses	**585,194**	285,036
PAYG payable	**116,790**	127,340
Other payables	**8,054**	2,448
	1,403,289	1,076,003

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.

13 Provisions

	Note		
CURRENT			
Provision for Funding Reimbursements	(a)	**220,000**	-
Provision for Annual Leave		**763,707**	599,326
Provision for Long Service Leave		**74,596**	22,307
Provision for Lease Make Good	(b)	**80,000**	137,500
		1,138,303	759,133
NON-CURRENT			
Provision for Long Service Leave		**91,493**	117,911

(a) Provision for funding reimbursements

Following a decision by the Board to relinquish the usage of the property held via peppercorn lease, the Victorian Department of Families, Fairness and Housing has advised that any relating funding underspend previously retained was to be returned.

(b) Provision for lease make good

The movement is in relation to liabilities extinguished for a lease that expired during the 2021 financial year.

14 Deferred Income

CURRENT		
Grant and other funding received in advance	**489,412**	1,094,646

15 Contingencies

In the opinion of those charged with governance, the Association did not have any contingencies at 30 June 2021 (30 June 2020:None).

16 Cash Flow Information

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

	2021	2020
	$	$
Surplus for the year	**(22,624)**	290,488
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- amortisation of right-of-use asset	**157,435**	140,745
- depreciation and amortisation of tangible/intangible assets	**82,237**	107,315
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	**46,760**	(8,940)
- (increase)/decrease in other assets	**396,512**	(381,777)
- increase in trade and other payables	**327,286**	147,088
- increase/(decrease) in deferred income	**(605,234)**	147,660
- increase in provisions	**352,752**	372
Cashflows from operations	**735,124**	442,951

17 Events Occurring After the Reporting Date

The financial report was authorised for issue on 8th November 2021 by the members of the board.

The continued spread of COVID-19 has disrupted many businesses, both domestically and globally. As a result of this pandemic, there are further potential accounting, financial reporting and commercial implications that management continue to monitor and consider. Those charged with governance believe the Association remains financially resilient, but notes that the Association qualified for the Cash Flow Boost subsidy (refer to Note 4). Management acknowledge and are cognisant of further potential detrimental impacts and continue to manage these as facts and circumstances are known.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

18 Statutory Information

The registered office and principal place of business of the association is:

Eastern Domestic Violence Service Inc
Ringwood
Melbourne VIC 3134

Eastern Domestic Violence Service Inc

ABN: 22 282 344 167

Statement by Members of the Board

The members of the Board of the Association declare that:

- there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable;
- the financial statements give a true and fair view of the financial position at 30 June 2021 and of the performance for the year ended on that date of the Association; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and comply with the Australian Accounting Standards to the extent described in Note 1.

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

Responsible person .....

Sandie de Wolf AM

Dated: 8th November 2021

MOORE

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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF EASTERN DOMESTIC VIOLENCE SERVICE INC.

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report of Eastern Domestic Violence Service Inc. (the Incorporated Association), which comprises the statement of financial position as at 30 June 2021, the statement of income and expenditure and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory notes and the Responsible Persons' declaration.

In our opinion the financial report of Eastern Domestic Violence Service Inc. has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* (The ACNC Act), including:

a) giving a true and fair view of the Incorporated Association's financial position as at 30 June 2021 and of their performance 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 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 Incorporated Association in accordance with the auditor independence requirements of the ACNC Act and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter – Basis of Accounting

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

MOORE

Responsibilities of Responsible Persons for the Financial Report

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

In preparing the financial report, the Responsible Persons' are responsible for assessing the ability of the Incorporated Association to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Responsible Persons either intend to liquidate the Incorporated Association or to cease operations, or has no realistic alternative but to do so.

The Responsible Persons are responsible for overseeing the Incorporated Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located on the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

Moore Australia

MOORE AUSTRALIA AUDIT (VIC)
ABN 16 847 721 257

RYAN LEEMON
Partner
Audit and Assurance

Melbourne, Victoria

8 November 2021