

**CLEAN AIR SOCIETY OF AUSTRALIA AND NEW ZEALAND INC.**  
**ABN 83 608 131 901**

**FINANCIAL REPORT**  
**FOR THE YEAR ENDED**  
**30<sup>TH</sup> JUNE 2014**

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## EXECUTIVE COMMITTEE'S REPORT

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Your executive committee presents this report on the society for the financial year ended 30/06/2014.

### Executive Committee

The names of the Executive committee members in office at any time during or since the end of the financial period and up to the date of this report were:

A/Prof Howard Bridgman – President  
Dr. Mark Hibberd – Deputy President  
Ms Janet Petersen – Secretary  
Mr Robert Kennedy - Treasurer

### Operating Results

The deficit for the year ended 30<sup>th</sup> June 2014 was \$146,097. (2012/13 deficit was \$4,426)

### Principal Activities

The principal activities of the Society during the financial year was to continue to promote relevant aspects of the air environment through training courses, workshop, meetings and seminars on specific air topics, the Society's Journal and Newsletter.

### Short and Long-Term Objectives

The Society expects to maintain the present status and level of operations and to continue to implement and to develop a business plan focusing on what we see is needed for future development of the Society

### Future Developments

The Society expects to maintain the present status and level of operations and to continue to implement and to develop a business plan focusing on what we see is needed for future development of the Society.

To ensure this will occur, we have hired a new General Manager, Nick Koerbin, who will use his experience to provide leadership and direction to the future of the Society. Particular areas of development include strengthening of course offerings, growing membership, developing active Significant Interest Groups, enhancing the Journal and other publications, and broadening our international profile.

### Information on Executive Committee Members

Howard Bridgman BA, MA, PhD, FAirQual	34 years professional academic experience. Conjoint Associate Professor University of Newcastle, Consultant advisor to Newcastle and Lake Macquarie City Councils.
Mark Hibberd	Air Quality Team Leader, CSIRO Oceans & Atmosphere Flagship. 27 years experience in air quality measurement and modelling, including extensive advice to government, industry and the community.
Janet Petersen BE (Hons), NMEngSt	Team Leader, Air Quality Policy, Auckland Council. 16 Years air quality experience including monitoring, research and policy. Convener of National Air Quality Working Group (NZ).
Robert Kennedy BSc (Physics Chemistry)	Principal environmental consultant with 13 years' experience

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**Meetings of Executive Committee**

During the financial year 4 meetings of the executive committee and 3 of the Council were held. Attendances by each committee member were as follows:

	Council Meetings		Executive Meetings	
	No. Held	No. Attended	No. Held	No. Attended
Howard Bridgman	3	3	4	4
Mark Hibberd	3	3	4	4
Janet Petersen	3	3	4	4
Robert Kennedy	3	1	4	2

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

President .....  .....

Treasurer .....  .....

Dated this 26th day of November 2014

**CLEAN AIR SOCIETY OF AUSTRALIA AND NEW ZEALAND INC.**  
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**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2014**

	Note	2014 \$	2013 \$
Revenue from Ordinary Activities	2	619,630	378,501
Revenue from Non-operating Activities		-	-
<b>TOTAL REVENUE</b>		<b>619,630</b>	<b>378,501</b>
<b>OPERATING EXPENSES</b>			
Administration Services		95,158	95,615
Audit & Accounting		9,900	10,749
Biennial Conference expenses		381,769	740
Branch Scientific Activities		105,354	111,734
Executive Director's Expense		23,369	47,308
Foreign Exchange Losses		-	-
Journal Production Costs		54,449	40,976
Other Operating Expenses		95,728	75,805
Non-Operating Expenses		-	-
<b>Total expenses before income tax</b>		<b>765,727</b>	<b>382,927</b>
<b>Surplus/(Deficit) before Income Tax Expense</b>		<b>(146,097)</b>	<b>(4,426)</b>
Income Tax expense	1(j)	-	-
<b>Surplus/(Deficit) after Income Tax</b>		<b>(146,097)</b>	<b>(4,426)</b>

**STATEMENT OF CHANGES IN EQUITY**

	Retained Profits	Members Capital	Total
Balance as at 1 <sup>st</sup> July 2012	601,135	307,875	909,010
Profit / (Loss) for period	(4,426)	-	(4,426)
Balance as at 30 <sup>th</sup> June 2013	596,709	307,875	904,584
Surplus / (Deficit) for Period	(146,097)	-	(146,097)
Balance as at 30 <sup>th</sup> June 2014	<u>450,612</u>	<u>307,875</u>	<u>758,487</u>

*The accompanying notes form part of these financial statements and are to be read in conjunction with the attached Audit Report*

**CLEAN AIR SOCIETY OF AUSTRALIA AND NEW ZEALAND INC.**  
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**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30<sup>th</sup> JUNE 2014**

	Note	2014 \$	2013 \$
<b>Current Assets</b>			
Cash and cash equivalents	3	254,052	377,289
Receivables	4	63,634	72,546
Investments	5	473,360	477,611
<b>Total Current Assets</b>		<b>791,046</b>	<b>927,446</b>
<b>Non-Current Assets</b>			
Property, plant and equipment		-	-
<b>Total Non-Current Assets</b>		<b>-</b>	<b>-</b>
<b>Total Assets</b>		<b>791,046</b>	<b>927,446</b>
<b>Current Liabilities</b>			
Payables	6	32,559	22,862
<b>Total Current Liabilities</b>		<b>32,559</b>	<b>22,862</b>
<b>Non-Current Liabilities</b>			
Other		-	-
<b>Total Non-Current Liabilities</b>		<b>-</b>	<b>-</b>
<b>Total Liabilities</b>		<b>32,559</b>	<b>22,862</b>
<b>Net Assets</b>		<b>758,487</b>	<b>904,584</b>
<b>Equity</b>			
Members Capital		307,875	307,875
Retained profits		450,612	596,709
<b>Total Equity</b>		<b>758,487</b>	<b>904,584</b>

*The accompanying notes form part of these financial statements and are to be read in conjunction with the attached Audit Report*

**CLEAN AIR SOCIETY OF AUSTRALIA AND NEW ZEALAND INC.**  
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**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2014**

	Note	2014 \$	2013 \$
<b>Cash flows from operating activities</b>			
Members Subscriptions		106,814	104,767
Journals and Publications		62,270	72,763
Conferences, Meetings and Training Courses		422,563	157,644
Sundry Income		14,557	9,954
Payments to suppliers and employees		(753,590)	(416,679)
Interest received		19,888	34,726
<b>Net Cash provided by operating activities</b>		<b>(127,488)</b>	<b>(36,825)</b>
<b>Cash flows from investing activities</b>			
Transfer from term deposits		4,251	133,359
Transfer to Term Deposits		-	-
<b>Net cash provided from investing activities</b>		<b>4,251</b>	<b>133,359</b>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		-	-
Repayment of borrowings		-	-
<b>Net cash used in financing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase (decrease) in cash held</b>		<b>(123,237)</b>	<b>96,534</b>
<b>Cash at beginning of financial year</b>		<b>377,289</b>	<b>280,755</b>
<b>Cash at end of financial year</b>		<b><u>254,052</u></b>	<b><u>377,289</u></b>
<b>Reconciliation of Net Cash used in Operating Activities to profit from ordinary activities after Income Tax</b>			
Operating profit/(loss) after income tax		(146,097)	(4,426)
Non-cash flows in Profit/(Loss) from Ordinary Activities:			
Changes in Assets and Liabilities:			
Increase/(Decrease) in Other Creditors		9,697	6,531
(Increase)/Decrease in Receivables and Prepayments		8,912	(38,930)
<b>Cash flows from operations</b>		<b><u>(127,488)</u></b>	<b><u>(36,825)</u></b>

- The Society has no credit stand-by or financial facilities in place
- There were no non-cash financing or investing activities during the period

*The accompanying notes form part of these financial statements and are to be read in conjunction with the attached Audit Report*

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30<sup>th</sup> JUNE 2014

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**Note 1. Statement of Significant Accounting Policies**

This financial report is a general purpose financial report prepared in order to satisfy the financial report preparation requirements of the Associations Incorporations Act 2009 (NSW).

The financial report covers the Clean Air Society of Australia and New Zealand Inc. (the *Entity*) as an individual entity. The entity is an association incorporated in New South Wales under the Associations Incorporations Act 2009 and is classified as a Tier 1 entity under that Act. As such, the entity is required to prepare financial accounts in accordance with Australian Accounting Standards

The financial report has been prepared in accordance with the requirements of the Associations Incorporation Act 2009 and the following applicable Australian Accounting Standards.

AASB 101	:	Presentation of Financial Statements
AASB 107	:	Statement of Cash Flows
AASB 108	:	Accounting Policies, Changes in Accounting estimates and errors
AASB 116	:	Property Plant & Equipment
AASB 118	:	Revenue
AASB 121	:	The Effects of Changes in Foreign Exchange Rates
AASB 1031	:	Materiality

No other Australian Accounting Standards, Urgent Issues Group Consensus View or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

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

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

**(a) Consolidation**

The financial report comprises all the financial transactions of the Society including all its branches in Australia and New Zealand

**(b) Foreign Exchange Rates**

The results and financial position of the New Zealand branch are consolidated into the accounts and translated into the reporting currency (Australian Dollars) at the spot rate at the end of the reporting period. Any transaction between the Australian branches and the New Zealand branch during the reporting period is translated at the spot rate at the date of the transaction.

**(c) Cash and Cash Equivalents**

Cash and short term deposits in the Statement of Financial Position comprise cash at bank and in hand and short term deposits with an original maturity of three (3) months or less plus bank overdrafts. Bank overdrafts are shown in the reports as current liabilities within short term borrowings.

**(d) Employee benefits**

No provisions are required to account for the liabilities of employee benefits as the Society had no employees. All services provided to the Society were from contractors and consultants.

**(e) Clean Air Society Public Fund – Deductible Gift Recipient (DGR)**

The Australian Taxation Office has endorsed the Clean Air Society Public Fund from 14<sup>th</sup> October 2008 as a Deductible Gift Recipient. This enables the Society to receive gifts which are tax deductible to donors.



**(f) Impairment of Assets**

At each reporting date, the company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use, is compared to the asset's carrying value. Any excess of the assets carrying value over its recoverable amount is an expense to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the society estimates the recoverable amount of the cash-generating unit to which the asset belongs.

**(g) Revenue**

Revenue is recognized to the extent that it is probable that the economic benefit will flow to the Society and that it can be reliably measured. Interest revenue is recognized in the period in which it is earned. All revenue is stated net of the amount of Goods and Services Tax (GST).

**(h) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognized net of the amount of goods and services tax, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognized as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST. Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**(i) Liability of Members**

The liability of a Member of the Society to contribute towards the payment of the debts and liabilities of the Society or the costs, charges and expenses of the winding up of the Society is limited to the amount, if any, unpaid membership fees by the member of the Society.

**(j) Income Tax Expense**

The Society has been granted exemption from income tax by the Australian Taxation Office under section 50-40 of the Income Tax Assessment Act 1997 as a non-profit organization established for purposes of promoting relevant aspects of the air environment.

**(k) Comparative Figures**

Where required the comparative figures have been adjusted to conform with changes in presentation with the current financial year.

**Note 2. Operating Revenue**

	2014	2013
	\$	\$
Member Subscriptions	93,969	98,647
Journal Income	62,270	72,763
Publications	1,551	646
Biennial Conference	316,150	-
Conferences & Meetings	106,413	157,644
Interest Received	21,502	37,032
Other Revenue	13,007	9,809
Unrealised Exchange Gains	4,768	1,960
	<u><u>619,630</u></u>	<u><u>378,501</u></u>

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	2014	2013
	\$	\$
<b>Note 3. Cash Assets</b>		
St George Cash Management Account	22,358	30,013
Westpac Solutions	23,056	91,720
Westpac Business Cash Reserve	151,702	209,288
NZ Westpac Newmarket Account	56,398	45,730
NSW/ACT – Petty Cash	105	105
Queensland – Petty Cash	200	200
SA/NT – Petty Cash	207	207
Vic/Tas – Petty Cash	-	-
WA – Petty Cash	26	26
	<b>254,052</b>	<b>377,289</b>
	<b>254,052</b>	<b>377,289</b>
<b>Note 4. Receivables</b>		
Trade Debtors - Australia	22,266	27,100
- New Zealand	(715)	568
Less: Provision for Doubtful Debts	(6,669)	-
Prepayments and accrued income	48,752	44,878
	<b>63,634</b>	<b>72,546</b>
	<b>63,634</b>	<b>72,546</b>
<b>Note 5. Investments</b>		
Term deposit - St George Bank	-	209,053
Term Deposit - NAB	50,000	50,000
Term Deposit - ANZ	100,000	100,000
Term Deposit – CBA	123,360	118,558
Term Deposit – Westpac	200,000	-
	<b>473,360</b>	<b>477,611</b>
	<b>473,360</b>	<b>477,611</b>
<b>Note 6. Payables</b>		
Unsecured:		
- Sundry Creditors & Accruals	31,264	18,167
- GST Payable/(Receivable)	1,295	4,695
	<b>32,559</b>	<b>22,862</b>
	<b>32,559</b>	<b>22,862</b>

*These notes are to be read in conjunction with the attached Audit Report*

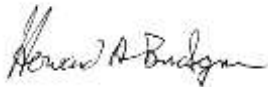
**STATEMENT BY MEMBERS OF THE EXECUTIVE COMMITTEE**

The Executive Committee has determined that the general purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial accounts.

The Executive Committee of the Society declare that:

1. the financial statements and notes, presents fairly the Society's financial position as at the 30<sup>th</sup> June 2014:
  - (a) comply with accounting standards as detailed in Note 1 to the financial statements and the Associations Incorporation Act 2009; and
  - (b) give a true and fair view of the financial position as at 30<sup>th</sup> June 2014, and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
2. in the Executive Committee's opinion there are reasonable grounds to believe that the Society will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Committee and is signed for and on behalf of the committee by:



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President



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Treasurer

Dated this 15th day of November, 2014

## **INDEPENDENT AUDITOR'S REPORT**

**To the members of the Clean Air Society of Australia and New Zealand Inc.**

I have audited the accompanying financial report of The Clean Air Society of Australia and New Zealand Inc. (the Society), which comprises the statement of financial position as at 30 June 2014, and the statement of comprehensive income for the year then ended, statement of changes in equity, and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies, other explanatory information and the statement by members of the committee.

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

The committee of the Clean Air Society of Australia and New Zealand Inc. is responsible for the preparation of the financial report, and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Act and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

My responsibility is to express an opinion on the financial report based on my audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. I have conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

### **Independence**

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.

**Professional Standards Legislation**



**CLEAN AIR SOCIETY OF AUSTRALIA AND NEW ZEALAND INC.**  
**ABN 83 608 131 901**

**DETAILED PROFIT AND LOSS STATEMENT  
FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2014**

	2014 \$	2013 \$
<b>Income</b>		
Members Subscriptions	93,969	98,647
Journal Income	62,271	72,763
Publications	1,551	646
Biennial Conference	316,150	-
Conferences, Meetings and Training Income	106,412	157,644
Other Income	13,006	9,808
Interest Received	21,502	37,032
Unrealised Exchange Gains	4,769	1,961
	619,630	378,501
<b>Less: Expenditure</b>		
Administration Services	95,158	95,615
Audit and Accounting Fees	9,900	10,749
Bad Debts	-	-
Bank Fees and Charges	4,467	5,536
Biennial Conference	381,769	740
Branch Scientific Activities	112,442	111,734
Consultants Fees	20,000	-
Doubtful Debt Provision	6,669	(3,982)
Executive Council Meetings	15,032	19,876
Executive Director expenses	23,369	47,308
Foreign Currency Losses	-	-
Insurance	4,808	5,357
Journal Production Costs	54,449	40,976
Office Expenses	20,953	21,738
Telephone, Fax and internet	1,713	1,681
Travelling expenses	3,111	5,934
Website Costs	11,887	19,665
	765,727	382,927
<b>Operating Profit / (Loss) before Income Tax</b>	<b>(146,097)</b>	<b>(4,426)</b>