

# **Ballarat Neighbourhood Centre Inc.**

## **Financial Statements**

**For the Year Ended 31 December 2025**

**Ballarat Neighbourhood Centre Inc.**

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**For the Year Ended 31 December 2025**

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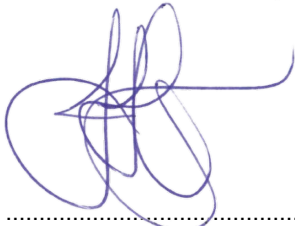
**Ballarat Neighbourhood Centre Inc.**

**Auditor's Independence Declaration to the Committee of Ballarat Neighbourhood Centre Inc.**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2025, there have been:

- (i) no contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

*CountPro Audit Pty Ltd*  
CountPro Audit Pty Ltd



Jason D. Hargreaves  
Director

4 May 2026

180 Eleanor Drive, Lucas

**Ballarat Neighbourhood Centre Inc**

**Statement of Comprehensive Income  
For the Year Ended 31 December 2025**

	Note	2025 \$	2024 \$
<b>Income</b>			
Cafe Sales		165,221	-
Community Activities		48,618	29,644
Dividends Received		-	1,509
Gain on Lease Cancellation		-	686
Garden Income		584	-
Grants Received - ACFE		324,936	242,668
Grants Received		569,502	738,899
Interest Received		3,827	5,301
Management Fee		142,429	40,908
Miscellaneous Income		1,533	-
Student Fees		46,064	37,548
		<u>1,302,714</u>	<u>1,097,163</u>
<b>Expenditure</b>			
Administration Expenses		16,325	15,000
Advertising & Promotion		14,902	21,409
Annual Leave Movement		125	4,609
Audit Fees		3,700	6,525
Bank charges		1,831	857
Cleaning		15,011	3,464
Client Support Service		16,221	67,594
Computer Maintenance & Software		4,124	4,178
Conference/Meeting - BECH		2,680	1,900
Depreciation		21,212	21,015
Depreciation - Right-of-Use Assets		44,031	3,598
Education Contractor		127,781	94,809
Electricity and Gas		4,066	10,873
Equipment		7,318	1,263
Health & Safety		1,532	1,300
Insurance		919	3,269
Interest Expense		11,555	664
Kitchen Supplies		43	168
Legal Costs		325	540
Long Service Leave Movement		10,612	14,532
Loss on Asset Disposal		1,927	-
Motor Vehicle Expenses		2,681	3,031
Printing & Stationery		4,934	6,473
Rent		8,443	36,680
Repairs & Maintenance		2,099	954
Salaries		757,048	696,253
Sebastopol Garden Project	4	10,445	292,519
Social Enterprise Cost of Goods Sold		74,589	12,405
Staff Amenities		4,879	3,629
Staff Training		3,779	2,888
Subscriptions & Memberships		12,194	10,591

The accompanying notes form part of these financial statements.

**Ballarat Neighbourhood Centre Inc**

**Statement of Comprehensive Income**  
**For the Year Ended 31 December 2025**

	<b>Note</b>	<b>2025</b>	<b>2024</b>
		<b>\$</b>	<b>\$</b>
Sundry and Other Expenses		2,061	2,082
Superannuation Contributions		91,266	83,587
Telephone & Internet		10,489	10,074
Travelling Expenses		-	106
Workcover		12,195	5,043
		<u>1,303,342</u>	<u>1,443,882</u>
Deficit for the year		<u>(628)</u>	<u>(346,719)</u>
<b>Other Comprehensive Income</b>			
Gain on Revaluation of Investments		-	66
<b>Total Comprehensive Income for the Year</b>		<u><u>(628)</u></u>	<u><u>(346,653)</u></u>

The accompanying notes form part of these financial statements.

Ballarat Neighbourhood Centre Inc.

**Statement of Financial Position**  
As At 31 December 2025

	Note	2025 \$	2024 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	138,880	184,989
Trade and other receivables	6	98,482	22,825
<b>TOTAL CURRENT ASSETS</b>		<b>237,362</b>	207,814
<b>NON-CURRENT ASSETS</b>			
Plant and equipment	7	71,698	78,527
Right-of-use assets	8	150,708	16,862
<b>TOTAL NON-CURRENT ASSETS</b>		<b>222,406</b>	95,389
<b>TOTAL ASSETS</b>		<b>459,768</b>	303,203
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	68,491	84,356
Lease liabilities	8	47,002	2,928
Employee provisions	10	72,049	71,219
Income in advance	11	63,800	30,000
<b>TOTAL CURRENT LIABILITIES</b>		<b>251,342</b>	188,503
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	8	107,995	13,641
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>107,995</b>	13,641
<b>TOTAL LIABILITIES</b>		<b>359,337</b>	202,144
<b>NET ASSETS</b>		<b>100,431</b>	101,059
<b>MEMBERS' FUNDS</b>			
Retained earnings		100,431	101,059
<b>TOTAL MEMBERS' FUNDS</b>		<b>100,431</b>	101,059

The accompanying notes form part of these financial statements.

**Ballarat Neighbourhood Centre Inc.**

**Statement of Changes in Equity**  
**For the Year Ended 31 December 2025**

**2025**

	<b>Retained Earnings</b>	<b>Financial Asset Reserve</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 January 2025</b>	<b>101,059</b>	<b>-</b>	<b>101,059</b>
Deficit for the year	(628)	-	(628)
<b>Balance at 31 December 2025</b>	<b>100,431</b>	<b>-</b>	<b>100,431</b>

**2024**

	<b>Retained Earnings</b>	<b>Financial Asset Reserve</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 January 2024</b>	<b>436,578</b>	<b>11,134</b>	<b>447,712</b>
Deficit for the year	(346,719)	-	(346,719)
Revaluation of financial assets	-	66	66
Transfer to Retained Earnings	11,200	(11,200)	-
<b>Balance at 31 December 2024</b>	<b>101,059</b>	<b>-</b>	<b>101,059</b>

The accompanying notes form part of these financial statements.

**Ballarat Neighbourhood Centre Inc.**

**Statement of Cash Flows**

**For the Year Ended 31 December 2025**

	2025	2024
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	1,256,697	1,071,010
Payments to suppliers and employees	(1,265,501)	(1,389,822)
Interest received	3,827	5,301
Interest paid	(11,555)	(664)
Net cash used in operating activities	<u>(16,532)</u>	<u>(314,175)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from sale of investments	-	224,628
Purchase of property, plant and equipment	(8,310)	(1,620)
Net cash provided by/(used) in investing activities	<u>(8,310)</u>	<u>223,008</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Principal repayments of lease liabilities	(21,267)	(3,687)
Net cash used in financing activities	<u>(21,267)</u>	<u>(3,687)</u>
Net decrease in cash and cash equivalents held	(46,109)	(94,854)
Cash and cash equivalents at beginning of year	184,989	279,843
Cash and cash equivalents at end of financial year	5 <u>138,880</u>	<u>184,989</u>

The accompanying notes form part of these financial statements.

## Ballarat Neighbourhood Centre Inc.

# Notes to the Financial Statements

## For the Year Ended 31 December 2025

The financial statements cover Ballarat Neighbourhood Centre Inc. as an individual entity. Ballarat Neighbourhood Centre Inc. is a not-for-profit Association incorporated in Victoria under the *Associations Incorporation Reform Act 2012* ('the Act') and registered as a charity with the Australian Charities and Not-for-profits Commission.

The functional and presentation currency of Ballarat Neighbourhood Centre Inc. is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

### 1 Basis of Preparation

In the opinion of the Committee of Management, 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 (Cth)*.

The financial statements have been prepared in accordance with 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 Material 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.

## Notes to the Financial Statements

### For the Year Ended 31 December 2025

#### 2 Summary of Material Accounting Policies

##### (a) Revenue and other income

###### Specific revenue streams

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

###### Operational Grant Funding

Where grant income arises from an agreement which is enforceable and contains sufficiently specific performance obligations then the revenue is recognised when control of each performance obligations is satisfied in accordance with AASB 15. Each performance obligation is considered to ensure that the revenue recognition reflects the transfer of control and within grant agreements there may be some performance obligations where control transfers at a point in time and others which have continuous transfer of control over the life of the contract.

Revenue recognition policy for contracts which are either not enforceable or do not have sufficiently specific performance obligations are recognised when the funding is received in accordance with AASB 1058. The Association considers whether there are any related liability or equity items associated with the funding which are recognised in accordance with the relevant accounting standard.

###### Other income

Other income 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) 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.

###### 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.

## Notes to the Financial Statements

### For the Year Ended 31 December 2025

#### 2 Summary of Material Accounting Policies

##### (e) 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.

##### *Classification*

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

- amortised cost
- fair value through other comprehensive income - equity instrument (FVOCI - equity)

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 that 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 derecognition is recognised in profit or loss.

##### *Fair value through other comprehensive income*

##### Equity instruments

The Association has a number of strategic investments in listed and unlisted entities over which they do not have significant influence nor control. The Association has made an irrevocable election to classify these equity investments as fair value through other comprehensive income as they are not held for trading purposes.

## Notes to the Financial Statements

### For the Year Ended 31 December 2025

#### 2 Summary of Material Accounting Policies

##### (e) Financial instruments

###### Financial assets

These investments are carried at fair value with changes in fair value recognised in other comprehensive income (financial asset reserve). On disposal any balance in the financial asset reserve is transferred to retained earnings and is not reclassified to profit or loss.

Dividends are recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI.

###### *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.

###### 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.

##### (f) 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.

## Notes to the Financial Statements

### For the Year Ended 31 December 2025

#### 2 Summary of Material Accounting Policies

##### (g) Leases

At inception of a contract, the Association assesses whether a lease exists.

##### **Lessee accounting**

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

The Association has chosen not to apply AASB 16 to leases of intangible assets.

At the lease commencement, the Association recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Association believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

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 whether 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 remeasurement 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.

##### (h) 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 is a pre-tax rate that 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 profit or loss.

## **Notes to the Financial Statements**

### **For the Year Ended 31 December 2025**

#### **3 Critical Accounting Estimates and Judgements**

Management 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 - impairment of property, plant and equipment**

The Association assesses impairment at the end of each reporting period by evaluating conditions specific to the Association that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

##### **Key estimates - provisions**

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

##### **Key estimates - receivables**

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

#### **4 Sebastopol Garden Project**

During the financial years 2022, 2023, 2024 and 2025, the Association incurred expenditure of \$551,6827 on the Spotlight on Sebastopol/Sebastopol Garden Project. This project contributed to the overall financial losses incurred in 2023, 2024 and 2025.

**Notes to the Financial Statements**  
**For the Year Ended 31 December 2025**

**5 Cash and Cash Equivalents**

	2025	2024
	\$	\$
Cash at bank and in hand	30,598	50,533
Short-term deposits	108,282	134,456
	<u>138,880</u>	<u>184,989</u>

**6 Trade and other receivables**

Trade receivables	95,253	22,825
Sundry Debtors	3,229	-
	<u>98,482</u>	<u>22,825</u>

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

**7 Plant and equipment**

Plant and equipment		
At cost	107,021	105,958
Accumulated depreciation	(56,405)	(49,410)
	<u>50,616</u>	<u>56,548</u>
Computer equipment		
At cost	59,785	58,634
Accumulated depreciation	(44,841)	(48,260)
	<u>14,944</u>	<u>10,374</u>
Motor vehicles		
At cost	22,529	22,529
Accumulated depreciation	(21,239)	(16,734)
	<u>1,290</u>	<u>5,795</u>
Office equipment		
At cost	8,137	8,547
Accumulated depreciation	(3,289)	(2,737)
	<u>4,848</u>	<u>5,810</u>
Kitchen equipment		
At cost	-	-
Accumulated depreciation	-	-
	<u>-</u>	<u>-</u>
<b>Total plant and equipment</b>	<u>71,698</u>	<u>78,527</u>

## Notes to the Financial Statements

### For the Year Ended 31 December 2025

#### 7 Plant and equipment

##### Movements in carrying amounts of property, plant and equipment

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

	Plant and Equipment	Motor Vehicles	Office Equipment	Computer Equipment	Kitchen Equipment	Total
	\$	\$	\$	\$	\$	\$
<b>Year ended 31 December 2025</b>						
Balance at the beginning of year	56,548	5,795	5,810	10,374	-	78,527
Additions	3,033	-	-	13,277	-	16,310
Disposals - written down value	(1,749)	-	(178)	-	-	(1,927)
Depreciation expense	(7,216)	(4,505)	(784)	(8,707)	-	(21,212)
<b>Balance at the end of the year</b>	<b>50,616</b>	<b>1,290</b>	<b>4,848</b>	<b>14,944</b>	<b>-</b>	<b>71,698</b>
<b>Year ended 31 December 2024</b>						
Balance at the beginning of year	51,635	10,301	6,172	17,506	12,308	97,922
Additions	1,620	-	-	-	-	1,620
Depreciation expense	(9,015)	(4,506)	(362)	(7,132)	-	(21,015)
Reclassification	12,308	-	-	-	(12,308)	-
<b>Balance at the end of the year</b>	<b>56,548</b>	<b>5,795</b>	<b>5,810</b>	<b>10,374</b>	<b>-</b>	<b>78,527</b>

#### 8 Leases

##### Association as a lessee

The Association has leases over buildings and a photocopier.

##### Right-of-use assets

	Buildings	Photocopier	Total
	\$	\$	\$
<b>Year ended 31 December 2025</b>			
Balance at beginning of year	-	16,862	16,862
Additions	177,877	-	177,877
Depreciation charge	(40,601)	(3,430)	(44,031)
<b>Balance at end of year</b>	<b>137,276</b>	<b>13,432</b>	<b>150,708</b>
<b>Year ended 31 December 2024</b>			
Balance at beginning of year	-	8,554	8,554
Additions to right-of-use assets	-	17,148	17,148
Disposals	-	(5,242)	(5,242)
Depreciation charge	-	(3,598)	(3,598)
<b>Balance at end of year</b>	<b>-</b>	<b>16,862</b>	<b>16,862</b>

**Notes to the Financial Statements**  
**For the Year Ended 31 December 2025**

**8 Leases**

**Lease liabilities**

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

	<b>&lt; 1 year</b>	<b>1 - 5 years</b>	<b>&gt; 5 years</b>	<b>Total undiscounted lease liabilities</b>	<b>Lease liabilities included in this Statement Of Financial Position</b>
	\$	\$	\$	\$	\$
<b>2025</b>					
Lease liabilities	56,254	120,821	-	177,075	154,997
<b>2024</b>					
Lease liabilities	4,140	15,870	-	20,010	16,569

**9 Trade and Other Payables**

	<b>2025</b>	<b>2024</b>
	\$	\$
Trade and other payables	19,801	80,760
GST payable	21,417	3,596
Accrued expenses	27,273	-
	<u>68,491</u>	<u>84,356</u>

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.

**10 Provisions**

Annual leave provision	51,347	51,222
Long service leave provision	20,702	19,997
	<u>72,049</u>	<u>71,219</u>

**11 Income in Advance**

Contract liabilities	63,800	30,000
	<u>63,800</u>	<u>30,000</u>

**Notes to the Financial Statements**  
**For the Year Ended 31 December 2025**

**12 Contingencies**

In the opinion of the Committee of Management, the Association did not have any contingencies at 31 December 2025 (31 December 2024: None).

**13 Events after the end of the Reporting Period**

The financial report was authorised for issue on 1 May 2026 by the Committee of Management.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

## Ballarat Neighbourhood Centre Inc.

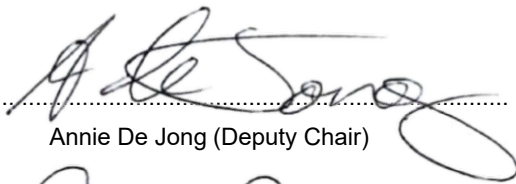
### Statement by Members of the Committee

The Committee 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 2 to the financial statements.

In the opinion of the Committee:

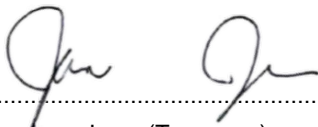
- 1) the financial statements present a true and fair view of the financial position of Ballarat Neighbourhood Centre Inc. as at 31 December 2025 and its performance for the year then ended in accordance with the financial reporting requirements of *the Australian Charities and Not-for-profits Commission Act 2012*, and
- 2) at the date of this statement, there are reasonable grounds to believe that Ballarat Neighbourhood Centre Inc will be able to pay its debts as and when they fall due.

This statement is made in accordance with subsection 60.15(2) of *the Australian Charities and Not-for-profits Commission Regulation 2013* and a resolution of the Committee by:



.....

Annie De Jong (Deputy Chair)



.....

Jane Jens (Treasurer)

Dated 5 May 2026

## **Ballarat Neighbourhood Centre Inc.**

### **Independent Audit Report to the members of Ballarat Neighbourhood Centre Inc.**

#### **Opinion**

We have audited the accompanying financial report, being a special purpose financial report of Ballarat Neighbourhood Centre Inc. (the Association), which comprises the statement of financial position as at 31 December 2025, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies, and the statement by members of the committee.

In our opinion, the accompanying financial report of the Association for the year ended 31 December 2025 is prepared, in all material respects, including:

- i. giving a true and fair view of the Association's financial position as at 31 December 2025 and of its financial performance for the year ended;
- ii. 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 Association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by Division 60 of *the Australian Charities and Not-for-profits Commission Act 2012*, which has been given to the members of the Association, would be in the same terms if given to the members as at the time of this auditor's report.

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 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in meeting the financial reporting requirements of *the Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

#### **Responsibilities of Management and the Committee**

Management is responsible for the preparation and fair presentation of the financial report in accordance with *the Australian Charities and Not-for-profits Commission Regulation 2013*, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

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

The Committee is responsible for overseeing the Association's financial reporting process.

## Ballarat Neighbourhood Centre Inc.

### Independent Audit Report to the members of Ballarat Neighbourhood Centre Inc.

#### Auditor's Responsibilities for the Audit of the Financial Report

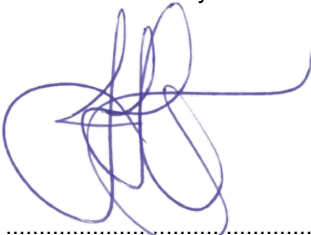
Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial reporter, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

CountPro Audit Pty Ltd  
CountPro Audit Pty Ltd

A handwritten signature in blue ink, appearing to read "Jason D. Hargreaves", is written over a horizontal dotted line.

Jason D. Hargreaves  
Director

180 Eleanor Drive, Lucas

6 May 2026