

ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED
A.B.N. 35 050 159 188

FINANCIAL REPORT - 30 JUNE 2019

INDEX

Page

1	Board of Management's Report
2	Board Members' Declaration
3	Statement of Profit or Loss and Other Comprehensive Income
4	Statement of Financial Position
5	Statement of Changes in Equity
6	Statement of Cash Flows
7 - 9	Notes to and Forming Part of the Financial Statements
10	Independent Auditor's Report to Members

ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

BOARD OF MANAGEMENT'S REPORT

Your board of management present its report on the financial statements of the Electronic Frontiers Australia Incorporated (the association) for the year ended 30 June 2019.

Board Members

The following persons were board members of the association during the financial period and at the date of this report:

Lyndsey Jackson	Chair	
Lachlan Simpson	Secretary	(Resigned 24/11/2018)
Shaun Haddrill	Treasurer	
Alex Schlotzer	Board member	(Resigned 24/11/2018)
Stuart Greig	Board member	(Resigned 24/11/2018)
Richard Burleigh	Board member	(Resigned 24/11/2018)
Liam Pomfret	Board member	(Resigned 19/04/2019)
Peter Tonoli	Board member	
Justin Warren	Board member	
Dr Liz Williams	Board member	(Appointed 24/11/2018)
Yassmin Abdel-Magied	Board member	(Appointed 24/11/2018) (Resigned 5/06/2019)
Richard Pragnell	Board member	(Appointed 24/11/2018)
David Cake	Board member	(Appointed 24/11/2018) (Resigned 30/12/2018)
Eliza Sorensen	Board member	(Appointed 15/05/2019)
Michelle Meares	Board member	(Appointed 15/05/2019)
Steve King	Board member	(Appointed 15/05/2019)

Principal Activities

The principal activities of the association is to promote and protect digital rights (civil liberties) in Australia.

Significant Changes

There are no significant changes in the nature of these activities during the financial year.

Operating Result

The surplus after providing for income tax amounted to \$43,973 (2018 - \$16,224).

Events Subsequent to the End of The Reporting Period

No matter 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.

This report is made in accordance with a resolution of the board of management.



Lyndsey Jackson
Chair

Date: 15 November 2019

ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED**BOARD MEMBERS' DECLARATION**

The board members have determined that the association is not a reporting entity because there are no users dependant on general purpose financial reports. The board members have determined that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The board members of the association declare that:

1. The financial statements and notes set out on pages 3 to 10:
 - (a) present a true and fair view of the financial position of the Electronic Frontiers Australia Incorporated as at 30 June 2019 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of The Associations Incorporation Act (1985) ; and
 - (b) at the date of this statement there are reasonable grounds to believe the association will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the board of management.



.....
Lyndsey Jackson
Chair

Date: 15 November 2019

ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
Revenue	2	71,945	69,997
Expenses	3	(27,972)	(53,773)
Operating surplus (deficit) before income tax		<u>43,973</u>	<u>16,224</u>
Income tax expense	1 (a)	-	-
Operating surplus (deficit) after income tax		<u>43,973</u>	<u>16,224</u>
Other comprehensive income		-	-
Total comprehensive income for the year		<u>43,973</u>	<u>16,224</u>

To be read in conjunction with the accompanying notes.

ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	Note	2019 \$	2018 \$
CURRENT ASSETS			
Cash and cash equivalents	4	44,698	13,722
TOTAL CURRENT ASSETS		<u>44,698</u>	<u>13,722</u>
TOTAL ASSETS		<u>44,698</u>	<u>13,722</u>
CURRENT LIABILITIES			
Trade and other payables	5	7,698	20,695
TOTAL LIABILITIES		<u>7,698</u>	<u>20,695</u>
NET ASSETS / (LIABILITIES)		<u>37,000</u>	<u>(6,973)</u>
EQUITY			
Accumulated surplus / (deficit)		<u>37,000</u>	<u>(6,973)</u>

To be read in conjunction with the accompanying notes.

ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019**

	Accumulated funds \$
Balance 30 June 2017	(23,197)
Total comprehensive income for the year	16,224
Balance 30 June 2018	<u>(6,973)</u>
Total comprehensive income for the year	43,973
Balance 30 June 2019	<u>37,000</u>

To be read in conjunction with the accompanying notes.

ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		71,945	56,187
Payments to suppliers and employees		(38,211)	(46,968)
Interest paid		(2,758)	(3,783)
Net cash generated from operating activities	6	<u>30,976</u>	<u>5,436</u>
Net increase in cash and cash equivalents held		30,976	5,436
Cash and cash equivalents at beginning of the financial year		13,722	8,286
Cash and cash equivalents at end of the financial year	4	<u>44,698</u>	<u>13,722</u>

To be read in conjunction with the accompanying notes.

ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019****1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

In the board members' opinion, Electronic Frontiers Australia Incorporated (the association) is not a reporting entity because there are no users dependent on general-purpose financial statements. These are special purpose financial statements that have been prepared for the sole purpose of complying with The Associations Incorporation Act (1985) requirements to prepare financial statements and must not be used for any other purpose. The board members have determined that the accounting policies adopted are appropriate to meet the needs of the members.

Basis of Preparation

The financial statements have been prepared in accordance with the requirement of the The Associations Incorporation Act (1985), and the following 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 1048: Interpretation and Application of Standards
- AASB 1054: Australian Additional Disclosures

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial statements have been prepared on an accruals basis in accordance with the historical cost convention and do not take into account changing money values or, except where specifically stated, current valuations of non-current assets. The accounting policies adopted are consistent with those of the previous year.

The financial statements are presented in Australian dollars which is the association's functional and presentational currency. Comparative information reflects the audited 2018 financial statements.

Material Accounting Policies

The following is a summary of the material accounting policies adopted by the association in the preparation of the financial statements. The accounting policies have been consistently applied, unless otherwise stated.

(a) Tax

The association is, by virtue of Section 50-10 of the Income Tax Assessment Act 1997, exempt from liability to pay income tax.

(b) Trade and other payables

These amounts represent liabilities for goods and services provided to the association prior to the end of the financial year and which are unpaid. The amounts are unsecured and usually payable within 30 days of recognition.

(c) Cash and cash equivalents

For purposes of the statement of cash flows, cash includes deposits at call which are readily convertible to cash on hand and which are used in the cash management function on a day to day basis, net of outstanding bank overdrafts.

ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019****1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****(d) Impairment of assets**

At the end of each reporting period, the association 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 asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

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

(e) Goods and services tax

The association is not registered for goods and services tax (GST). Revenues, expenses and assets are recognised inclusive of the amount of GST.

Receivables and payables are stated with the amount of GST included.

(f) Revenue

Revenue from the provision of services is recognised upon the delivery of services to customers.
Revenue from the sale of goods is recognised upon the delivery of goods to customers.
Interest revenue is recognised taking into account the interest rates applicable to the financial assets.

(g) New accounting standards for application in future periods

New accounting standards for application in future periods are not expected to have a significant impact on the association.

(h) Adoption of new and revised Accounting Standards

New and revised accounting standards issued between the previous financial statements and the current reporting date did not have a material impact on the association.

Critical Accounting Estimates and Judgements

The board members evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained externally and within the association.

There were no significant estimates or judgements used by the board members in the preparation of these financial statements.

ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
2 REVENUE		
Donations and general revenue	24,935	28,778
Membership income	43,514	25,842
Other	3,496	15,377
	<u>71,945</u>	<u>69,997</u>
3 Expenses		
Salaries and wages	-	33,397
Administration and other expenses	25,214	16,345
Depreciation	-	248
Interest expense	2,758	3,783
	<u>27,972</u>	<u>53,773</u>
4 Cash and cash equivalents		
Cash at bank	42,783	11,731
Paypal account	1,915	1,991
	<u>44,698</u>	<u>13,722</u>
5 TRADE AND OTHER PAYABLES		
Superannuation payable	-	12,621
PAYG withholding payable	4	4
Other payables	7,694	8,070
	<u>7,698</u>	<u>20,695</u>
6 RECONCILIATION OF OPERATING SURPLUS AFTER INCOME TAX TO NET CASH FLOWS FROM OPERATING ACTIVITIES		
Operating surplus after income tax	43,973	16,224
Depreciation expense	-	248
Decrease in trade and other receivables	-	1,303
Decrease in trade and other payables	(12,997)	(12,339)
	<u>30,976</u>	<u>5,436</u>
7 SUBSEQUENT EVENTS		

There are no matters or circumstances, which have arisen since the end of the financial year, that have significantly affected, or may significantly affect, the operations of the company, the results of those operations or the state of affairs of the company in future years.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

Opinion

We have audited the financial report of Electronic Frontiers Association Incorporated (the Association), which comprises the statement of financial position as at 30 June 2019, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and board members' declaration.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the Association as at 30 June 2019, and its financial performance and its cash flows for the year then ended in accordance with the Associations Incorporation Act 1985.

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 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 to assist Electronic Frontiers Association Incorporated to meet the requirements of the Associations Incorporation Act 1985. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of Board Members

Board members are responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Act 1985 and for such internal control as board members determine 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.

ACCOUNTANTS & ADVISORS

Level 21, 307 Queen Street
Brisbane QLD 4000
GPO Box 563
Brisbane QLD 4001
Telephone: +61 7 3229 5100
williambuck.com

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

Those charged with governance are responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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 these financial statements is located at the Auditing and Assurance Standards Board website at:

<http://www.auasb.gov.au/Pronouncements/Australian-Auditing-Standards/Auditors-Responsibilities.aspx>

This description forms part of our independent auditor's report.

William Buck

William Buck (Qld)
ABN 21 559 713 106

M. Monaghan

M J Monaghan
Director

Date: 15 November 2019