



**fka Children's Services Inc.**  
**(An incorporated association in Victoria)**  
**ABN 90 217 244 399**

## **Annual financial report**

**For the year ended 31 December 2024**

**fka Children's Services Inc**  
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**fka Children's Services Inc.**

ABN 90 217 244 399

**Financial report**

**For the year ended 31 December 2024**

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**fka Children's Services Inc.**

**Statement of profit or loss and other comprehensive income**

**For the year ended 31 December 2024**

	Note	2024 \$	2023 \$
<b>Income</b>			
Government revenue	2	2,896,951	2,432,208
Philanthropic income		123	16,653
Membership fees		75,189	73,271
Fee for service	3	560,526	567,963
Interest and dividends		90,543	64,973
Other income		5,939	2,189
<b>Total income</b>		<b>3,629,271</b>	<b>3,157,257</b>
<b>Expenditure</b>			
Staffing expenses	4	1,833,643	1,408,954
Depreciation and amortisation	5	108,635	103,717
Program / project costs	6	1,374,140	1,236,141
Motor vehicle expenses		-	2,860
Occupancy costs		20,593	17,077
Equipment and ICT expenses		46,524	38,847
Administrative and other expenses		61,429	54,678
Finance costs		5,539	9,741
<b>Total expenditure</b>		<b>3,450,503</b>	<b>2,872,015</b>
<b>Net surplus for the year</b>		<b>178,768</b>	<b>285,242</b>
<b>Other comprehensive income (expense)</b>			
Net change in fair value of financial assets		5,528	8,112
<b>Total other comprehensive income (expense)</b>		<b>5,528</b>	<b>8,112</b>
<b>Total comprehensive income for the year</b>		<b>184,296</b>	<b>293,354</b>

*The accompanying notes form part of these financial statements.*

**fka Children's Services Inc.**  
**Statement of financial position**  
**As at 31 December 2024**

	Note	2024 \$	2023 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	7	2,236,929	2,615,618
Receivables	8	30,257	54,781
Prepayments		30,036	210,580
Investments	9	156,856	151,328
<b>Total current assets</b>		<b>2,454,078</b>	<b>3,032,307</b>
<b>Non-current assets</b>			
Security deposits		23,980	23,980
Property, plant and equipment	10	50,757	57,989
Intangible assets	11	71,016	26,411
Right-of-use assets	12	54,903	137,258
<b>Total non-current assets</b>		<b>200,656</b>	<b>245,638</b>
<b>Total assets</b>		<b>2,654,734</b>	<b>3,277,945</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Payables	13	111,777	112,273
Lease liabilities	12	60,066	84,541
Provisions	14	188,360	171,325
Income received in advance	15	663,028	1,405,200
<b>Total current liabilities</b>		<b>1,023,231</b>	<b>1,773,339</b>
<b>Non-current liabilities</b>			
Lease liabilities	12	-	60,066
Provisions	14	7,726	5,059
<b>Total non-current liabilities</b>		<b>7,726</b>	<b>65,125</b>
<b>Total liabilities</b>		<b>1,030,957</b>	<b>1,838,464</b>
<b>Net assets</b>		<b>1,623,777</b>	<b>1,439,481</b>
<b>Equity</b>			
Reserves		541,400	535,872
Retained surplus		1,082,377	903,609
<b>Total equity</b>	16	<b>1,623,777</b>	<b>1,439,481</b>

*The accompanying notes form part of these financial statements.*

**fka Children's Services Inc.**  
**Statement of changes in equity**  
**For the year ended 31 December 2024**

	Note	Reserves \$	Retained surplus \$	TOTAL \$
<b>Balance at 1 January 2023</b>		<b>527,760</b>	<b>618,367</b>	<b>1,146,127</b>
Net surplus for the year			285,242	<b>285,242</b>
Total other comprehensive income (expense) for the year		8,112	-	<b>8,112</b>
<b>Balance at 31 December 2023</b>		<b>535,872</b>	<b>903,609</b>	<b>1,439,481</b>
Net surplus for the year			178,768	<b>178,768</b>
Total other comprehensive income (expense) for the year		5,528	-	<b>5,528</b>
<b>Balance at 31 December 2024</b>	16	<b>541,400</b>	<b>1,082,377</b>	<b>1,623,777</b>

*The accompanying notes form part of these financial statements.*

**fka Children's Services Inc.**  
**Statement of cash flows**  
**For the year ended 31 December 2024**

	<b>Note</b>	<b>2024</b>	<b>2023</b>
		<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>			
Government grants and service agreements (inclusive of GST)		2,365,942	3,298,599
Other grants and contributions		123	165
Fees and other trading receipts (inclusive of GST)		729,256	679,641
Payments to suppliers and employees (inclusive of GST)		(3,252,829)	(3,048,894)
Interest and dividends received		88,199	63,096
Interest paid		(5,539)	(9,741)
Net GST paid to ATO		(155,647)	(167,242)
<b>Net cash (used in) generated from operating activities</b>	<b>17</b>	<b>(230,495)</b>	<b>815,624</b>
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment		(13,065)	(47,760)
Payments for intangible assets		(50,588)	(23,075)
<b>Net cash used in investing activities</b>		<b>(63,653)</b>	<b>(70,835)</b>
<b>Cash flow from financing activities</b>			
Principal portion of lease payments		(84,541)	(77,716)
<b>Net cash used in financing activities</b>		<b>(84,541)</b>	<b>(77,716)</b>
<b>Net increase (decrease) in cash held</b>		<b>(378,689)</b>	<b>667,073</b>
<b>Cash and cash equivalents at beginning of year</b>		<b>2,615,618</b>	<b>1,948,545</b>
<b>Cash and cash equivalents at end of year</b>	<b>7</b>	<b>2,236,929</b>	<b>2,615,618</b>

*The accompanying notes form part of these financial statements.*

**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**Note 1. Statement of significant accounting policies**

The financial statements cover fka Children's Services Inc. ("fkaCS") as an individual entity. fkaCS is an association incorporated and domiciled in Victoria, operating under the *Associations Incorporation Reform Act 2012 (Victoria)*, and a registered charity with the Australian Charities and Not-for-profits Commission (ACNC).

**Basis of preparation**

The board of fkaCS has determined that the association is not a reporting entity because there are no users who rely on general purpose financial statements for financial information about the entity. These financial statements are therefore special purpose financial statements prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Reform Act 2012 (Victoria)* and the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements have been prepared in accordance with the Australian Accounting Standards applicable to a 'tier three association' under the *Associations Incorporation Reform Act 2012* and a 'large registered entity' under the *Australian Charities and Not-for-profits Commission Act 2012*, the basis of accounting specified by all Australian Accounting Standards and 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*, AASB 124: *Related Party Disclosures*, AASB 1048: *Interpretation of Standards* and AASB 1054: *Australian Additional Disclosures*, unless an ACNC exemption applies. fkaCS is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements, apart from cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated.

**Accounting policies**

The following material accounting policies have been applied in preparing the financial statements for the year ended 31 December 2024 and the comparative information for the year ended 31 December 2023, unless otherwise stated.

**(a) Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the association and is measured at the fair value of the consideration received or receivable. Specific revenues are recognised as follows:

Where grant contracts are enforceable and have sufficiently specific performance obligations, and funding is paid in advance, revenue is deferred and first recognised as a liability in the statement of financial position (income received in advance) until such obligations are met, then recognised as revenue in the statement of comprehensive income as performance occurs in accordance with grant requirements. Grants are otherwise recognised as revenue when control of the underlying assets received or receivable has been obtained and it is probable that the economic benefits will flow to the entity.

Donations are recognised as revenue when control of the cash or other assets has been obtained.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customer, and where delivery is in progress, by reference to the percentage stage of completion of the transaction.

Revenue from the sale of goods is recognised when the significant rewards of ownership have been transferred to the buyer, recovery of the consideration is probable and there is no continuing involvement in the goods.

Membership fees are recognised as revenue upon receipt.

Interest revenue is recognised on a proportional basis as it accrues, taking into account the effective yield on the financial asset.

Dividend revenue is recognised when the right to a dividend has been established.

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

**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**(b) Cash and cash equivalents**

Cash and cash equivalents comprises at-call and short term deposits held with financial institutions and cash on hand.

**(c) Receivables**

Receivables comprise trade and other short-term amounts owing to the association. Receivables are recognised and carried at the nominal amounts due for settlement less any impairment losses.

**(d) Investments**

Investments comprise available-for-sale financial assets. Investments are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised as other comprehensive income through an equity reserve, until the investment is disposed of or is determined to be impaired, at which time the cumulative gain or loss previously recognised is reclassified into profit or loss.

Investments may be classified as current or non-current assets based on the association's intention at the end of the reporting period with respect to the timing of disposal of the assets.

**(e) Property, plant and equipment**

Each class of fixed asset is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses. The carrying amount of physical assets is reviewed annually to ensure it is not materially in excess of the recoverable amount from these assets.

**Depreciation**

Fixed assets are capitalised and depreciated on a straight-line basis over their estimated useful lives from the date the assets are available for use. The capitalisation threshold for the recognition of individual fixed assets is \$1,000 (2023: \$1,000).

The depreciation rates used for each class of depreciable assets are:

<u>Class of fixed asset</u>	<u>Depreciation rate</u>
Leasehold improvements	33%
Library assets	10%
Motor vehicles	19-23%
Furniture and equipment	10-33%

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance date.

**(f) Intangible assets**

Intangible assets are carried at cost or fair value less any accumulated amortisation and impairment losses.

**Amortisation**

Intangible assets are capitalised and amortised on a straight-line basis over their estimated useful lives from the date the assets are available for use. The capitalisation threshold for the recognition of individual intangible assets is \$1,000 (2023: \$1,000).

The amortisation rate used for each class of intangible assets are:

<u>Class of intangible asset</u>	<u>Useful life</u>
Database management system	33%
E-learning modules	33%
Website	33%

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance date.



**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**(g) Leases**

At inception of a contract, the association assesses if the contract is, or contains, a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the association. However all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less), or leases of low value assets, are recognised as operating expenses on a straight-line basis over the term of the lease.

Where a lease is present, the lease liability is initially measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the association uses its incremental borrowing rate, being the estimated rate it would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset whichever is the shortest. Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the association anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

**(h) Impairment of assets**

The association assesses the carrying amounts of its tangible and intangible assets at the end of each reporting period for indications of impairment. If any such indication exists, the asset's recoverable amount is estimated at the higher of the asset's fair value less costs to sell and value in use, and compared against its carrying amount. Any excess of the asset's carrying value over its recoverable amount is recognised as an impairment loss in the statement of profit or loss and other comprehensive income.

**(i) Payables**

Payables represent trade and other short-term liabilities for goods and services provided to the association prior to the end of the financial year which are unpaid. Payables are stated at cost.

**(j) Provisions**

Provisions are made 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. The amounts recognised represent an estimate of the obligations as at the end of the reporting period.

**(k) Income received in advance**

Income received in advance represents liabilities for amounts received by the association in advance of the related delivery of goods or services, on which conditions are attached. Refer also Note 1 (a).

**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**(l) Employee benefits**

The association recognises liabilities for short-term and long-term employee benefits in respect of services rendered by employees up to the end of the reporting period. These benefits include salaries and wages, annual and long-service leave entitlements and superannuation. The liabilities for annual and long-service leave are recognised in the provision for employee benefits. All other employee benefit obligations are presented as payables.

Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, including related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits plus related on-costs.

Provisions for long-service leave are presented net of employee amounts recoverable from the Victorian Portable Long Service Authority.

Superannuation Guarantee Contributions are made by the entity to employee-nominated superannuation funds and are charged as expenses as they become payable.

**(m) Goods and services tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised 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.

The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included as part of receivables or payables in the statement of financial position.

Cash flows are presented in the statement of cash flows on a gross basis, except for investing and financing activities, the GST component of which is disclosed as part of operating cash flow.

**(n) Income Tax**

fkaCS is endorsed as an income tax exempt charity under Division 50 (Subdivision 50-B) of the Income Tax Assessment Act 1997.

**(o) Comparative figures**

Where necessary, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

**(p) Accounting judgments and estimates**

The preparation of the association's financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts in the financial statements. Estimates and assumptions are based on historical experience, best available current information and reasonable expectations of future events. Actual results may differ from estimates.

Estimates and assumptions are reviewed on an ongoing basis. Any revisions to accounting estimates are recognised in the period or periods affected by the revision.

**(q) New and revised accounting standards**

The association has applied Australian Accounting Standards that are relevant to and mandatory for the association's financial statements for the current reporting period. There are no new or amended standards which became effective during the period that have a significant impact on the association's financial statements.

**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**Note 2. Government revenue**

Revenue from government grants and service agreements, by level of government and department:

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
State Government:		
- Department of Education (Victoria)	2,896,951	2,432,208
<b>Total government revenue</b>	<b>2,896,951</b>	<b>2,432,208</b>

**Note 3. Fee for service**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Cultural inclusion support, training and consultancy	309,820	414,498
Sub-contracted service delivery	250,396	152,744
Other fees and charges	310	721
<b>Total fee for service</b>	<b>560,526</b>	<b>567,963</b>

**Note 4. Staffing expenses**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Salaries and wages	1,550,743	1,178,703
Superannuation	176,907	127,170
Changes to leave entitlements	19,701	49,705
Portable long service leave levy	25,182	36,621
Workers compensation insurance	25,378	14,097
Other staffing costs	35,732	2,658
<b>Total staffing expenses</b>	<b>1,833,643</b>	<b>1,408,954</b>

**Note 5. Depreciation and amortisation**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Leasehold improvements	2,293	2,157
Furniture and equipment	18,004	15,570
Intangible assets	5,983	3,635
Right-of-use assets	82,355	82,355
<b>Total depreciation and amortisation</b>	<b>108,635</b>	<b>103,717</b>

**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**Note 6. Program / project costs**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Contractors and consultants *	1,185,090	1,096,679
Resources and publications	39,222	51,010
Marketing and communications	16,917	6,258
Conference, event and workshop costs	101,554	58,995
Travel costs	30,857	22,297
Other program / project costs	500	902
<b>Total program / project costs</b>	<b>1,374,140</b>	<b>1,236,141</b>

\* Includes external professional services and sub-contracted program delivery.

**Note 7. Cash and cash equivalents**

Total cash and cash equivalents as stated in the statement of financial position and statement of cash flows:

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Cash in at-call bank accounts	418,976	824,254
Cash in short term deposits	1,817,067	1,790,921
Cash on hand	886	443
<b>Total cash and cash equivalents</b>	<b>2,236,929</b>	<b>2,615,618</b>

**Note 8. Receivables**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Trade debtors	8,480	51,444
Accrued income	21,777	3,323
Other receivables	-	14
<b>Total receivables</b>	<b>30,257</b>	<b>54,781</b>

**Note 9. Investments**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Investments at fair value through other comprehensive income:</b>		
Shares in listed corporations	156,856	151,328
<b>Total investments</b>	<b>156,856</b>	<b>151,328</b>
<b>Movements in investments:</b>		
Opening balance	151,328	143,216
Unrealised gains	5,528	8,112
<b>Closing balance</b>	<b>156,856</b>	<b>151,328</b>

**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**Note 10. Property, plant and equipment**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Leasehold improvements:</b>		
At cost	63,958	59,245
Accumulated depreciation	(60,433)	(58,139)
<b>Net carrying value</b>	<b>3,525</b>	<b>1,106</b>
<b>Library assets:</b>		
At cost	50,218	50,218
Accumulated depreciation	(50,218)	(50,218)
<b>Net carrying value</b>	<b>-</b>	<b>-</b>
<b>Furniture and equipment:</b>		
At cost	176,271	167,918
Accumulated depreciation	(129,039)	(111,035)
<b>Net carrying value</b>	<b>47,232</b>	<b>56,883</b>
<b>Total property, plant and equipment</b>	<b>50,757</b>	<b>57,989</b>

**Movements in carrying amounts**

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

	<b>Leasehold improvements \$</b>	<b>Furniture &amp; equipment \$</b>	<b>Total \$</b>
<b>Balance at 1 January 2023</b>	<b>2,071</b>	<b>25,885</b>	<b>27,956</b>
Additions	1,192	46,568	47,760
Depreciation expense	(2,157)	(15,570)	(17,727)
<b>Balance at 31 December 2023</b>	<b>1,106</b>	<b>56,883</b>	<b>57,989</b>
Additions	4,712	8,353	13,065
Depreciation expense	(2,293)	(18,004)	(20,297)
<b>Balance at 31 December 2024</b>	<b>3,525</b>	<b>47,232</b>	<b>50,757</b>

**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**Note 11. Intangible assets**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Database management system:</b>		
At cost	32,397	32,397
Accumulated amortisation	(32,397)	(29,061)
<b>Net carrying value</b>	<b>-</b>	<b>3,336</b>
<b>E-learning modules:</b>		
At cost (work in progress)	26,149	-
<b>Net carrying value</b>	<b>26,149</b>	<b>-</b>
<b>Website: *</b>		
At cost	47,514	40,990
Accumulated amortisation	(2,647)	(17,915)
<b>Net carrying value</b>	<b>44,867</b>	<b>23,075</b>
<b>Total intangible assets</b>	<b>71,016</b>	<b>26,411</b>

\* During the year, the association derecognised its previous website, which had a nil residual value, and capitalised the development of a new website. The new website replaced the former asset.

**Movements in carrying amounts**

Movement in carrying amounts for each applicable class of intangible asset:

	<b>Database</b>	<b>E-learning</b>	<b>Website</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 January 2023</b>	<b>6,971</b>	<b>-</b>	<b>-</b>	<b>6,971</b>
Additions	-	-	23,075	23,075
Amortisation charge	(3,635)	-	-	(3,635)
<b>Balance at 31 December 2023</b>	<b>3,336</b>	<b>-</b>	<b>23,075</b>	<b>26,411</b>
Additions (work-in-progress)	-	26,149	24,439	50,588
Amortisation charge	(3,336)	-	(2,647)	(5,983)
<b>Balance at 31 December 2024</b>	<b>-</b>	<b>26,149</b>	<b>44,867</b>	<b>71,016</b>

**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**Note 12. Leases**

The association holds a three-year lease agreement for its current business premises, covering the period September 2022 to August 2025. The lease has been measured in accordance with the association's accounting policy as outlined in Note 1 (g). The impact of the lease on the financial statements is as follows:

**(a) Amounts recognised in the statement of financial position**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Right-of-use assets:</b>		
Leased building	247,064	247,064
Accumulated depreciation	(192,161)	(109,806)
<b>Net carrying amount</b>	<b>54,903</b>	<b>137,258</b>
<b>Movements in carrying amounts:</b>		
Opening balance	137,258	219,613
Depreciation expense	(82,355)	(82,355)
<b>Net carrying amount</b>	<b>54,903</b>	<b>137,258</b>
<b>Lease liabilities:</b>		
Current	60,066	84,541
Non-current	-	60,066
<b>Total lease liabilities</b>	<b>60,066</b>	<b>144,607</b>

**(b) Amounts recognised in the statement of profit or loss**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Depreciation charge related to right-of-use assets	82,355	82,355
Interest expense on lease liabilities (under <i>finance costs</i> )	5,539	9,741
<b>Total operating expenses</b>	<b>87,894</b>	<b>92,096</b>

**(c) Amounts recognised in the statement of cash flows**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Cash outflow for principal portion of lease payments (under <i>financing</i> activities)	84,541	77,716
Cash outflow for interest portion of lease payments (under <i>operating</i> activities)	5,539	9,741
<b>Total cash outflows</b>	<b>90,080</b>	<b>87,457</b>

**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**Note 13. Payables**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Trade creditors	3,310	4,064
Accrued expenses	8,600	13,462
Goods and services tax payable	9,533	35,677
Payroll liabilities	90,334	59,070
<b>Total payables</b>	<b>111,777</b>	<b>112,273</b>

**Note 14. Provisions**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Employee benefits		
-- Annual leave entitlements	151,168	137,764
-- Long-service leave entitlements	37,192	33,561
<b>Total current</b>	<b>188,360</b>	<b>171,325</b>
<b>Non-current</b>		
Employee benefits		
-- Long-service leave entitlements	7,726	5,059
<b>Total non-current</b>	<b>7,726</b>	<b>5,059</b>
<b>Total provisions</b>	<b>196,086</b>	<b>176,384</b>

**Note 15. Income received in advance**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Government funding received in advance	658,855	1,404,950
Fee income in advance	4,173	250
<b>Total income received in advance</b>	<b>663,028</b>	<b>1,405,200</b>



**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**Note 16. Reserves and retained surplus**

**Movements in equity**

Movement in balances for reserves and retained surplus:

	Capital reserve \$	Financial assets at FVTOCI reserve \$	Retained surplus \$	Total equity \$
<b>Balance at 1 January 2023</b>	<b>500,000</b>	<b>27,760</b>	<b>618,367</b>	<b>1,146,127</b>
Increase (decrease) for year	-	8,112	285,242	293,354
<b>Balance at 31 December 2023</b>	<b>500,000</b>	<b>35,872</b>	<b>903,609</b>	<b>1,439,481</b>
Increase (decrease) for year	-	5,528	178,768	184,296
<b>Balance at 31 December 2024</b>	<b>500,000</b>	<b>41,400</b>	<b>1,082,377</b>	<b>1,623,777</b>

**Nature and purpose of reserves**

**Capital reserve**

The purpose of this fund is to preserve a base level of capital which can be invested for generating ongoing income, with only the resultant income available for operating use.

**Financial assets at fair value through other comprehensive income (FVTOCI) reserve**

This reserve records the cumulative net changes in the fair value of available-for-sale investments through other comprehensive income. Where a revalued investment is derecognised, that portion of the reserve that relates to the investment is reclassified into profit or loss.

**Retained surplus**

This represents the level of unrestricted funds available for general use.

The board of fkaCS reviews reserves on a regular basis and has discretion to alter the nature and purpose of reserves with reference to the entity's operating requirements.

**Note 17. Cash flow information**

	2024 \$	2023 \$
<b>Reconciliation of net result from statement of profit or loss and other comprehensive income to cash flow from operating activities</b>		
Net surplus	178,768	285,242
Non-cash flows in net result		
Depreciation	108,635	103,717
Changes in operating assets and liabilities		
(Increase) decrease in receivables	24,524	433,365
(Increase) decrease in prepayments	180,544	(186,165)
Increase (decrease) in payables	(496)	1,049
Increase (decrease) in provisions	19,702	49,705
Increase (decrease) in income received in advance	(742,172)	128,711
<b>Net cash (used in) generated from operating activities</b>	<b>(230,495)</b>	<b>815,624</b>

**Note 18. Key management personnel remuneration**

Total key management personnel remuneration is not disclosed because the charity only had one remunerated key management personnel member.

**fka Children's Services Inc.**  
**Notes to the financial statements**  
**For the year ended 31 December 2024**

**Note 19. Auditors' remuneration**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Remuneration of the auditors of the association for:		
-- Audit of the annual financial report	4,300	4,150
<b>Total auditors' remuneration</b>	<b>4,300</b>	<b>4,150</b>

**Note 20. Events after the reporting period**

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

**fka Children's Services Inc.**

**Declaration by members of the board**

**For the year ended 31 December 2024**

In accordance with a resolution of the members of the board of fka Children's Services Inc. ("fkaCS"), the board declares that:

In the opinion of the board:

1. The financial statements and notes, as set out on pages 1 to 16, satisfy the requirements of the *Associations Incorporation Reform Act 2012 (Victoria)* and the *Australian Charities and Not-for-profits Commission Act 2012*, including:
  - a. complying with the Australian Accounting Standards applicable to the entity and the *Australian Charities and Not-for-profits Commission Regulations 2022*; and
  - b. giving a true and fair view of the financial position of fkaCS as at 31 December 2024 and of its performance for the year ended on that date.
2. There are reasonable grounds to believe that fkaCS will be able to pay all of its debts as and when they become due and payable.

On behalf of the board of fkaCS,



Signed:

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**Roslyn Cornish (President)**



Signed:

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**Rakhi Khanna (Treasurer)**

Dated this 30th day of April 2025

**Auditor's Independence Declaration to the Board of fka Childrens Services Inc**

In relation to our audit of the financial report of fka Childrens Services Inc for the financial year ended 31st December 2024, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of any applicable code of professional conduct.



**Stephen De Salis**  
**ANDERSON & ASSOCIATES**  
8<sup>th</sup> April 2025  
Suite 102, 17 Heatherdale Road  
RINGWOOD, VIC 3134

## Independent auditor's report to the members of fka Children's Services Inc

### Opinion

We have audited the accompanying financial report, being a special purpose financial report of fka Children's Services Inc, which comprises the Statement of Financial Position as at 31 December 2024, 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, notes to the financial statements, including a summary of significant accounting policies, and the Board' declaration.

In our opinion, the financial report of fka Children's Services Inc has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012* and the *Associations Incorporation Reform Act 2012*, including;

- a. Giving a true and fair view of the registered entity's financial position as at 31 December 2024 and of its financial 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 registered entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-Profits Commission Act 2012* (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.

### Responsibilities of the Board for the Financial Report

The Board of the registered entity 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 statements is appropriate to meet the requirements of the ACNC Act, the Associations Incorporation Reform Act 2012 and the needs of the members. The Board' responsibility also includes such internal control as the Board determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Board are responsible for assessing the registered entity'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 the Board either intend to liquidate the entity or cease operations, or have no realistic alternative but to do so.

#### 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 judgment 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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- Conclude on the appropriateness of the Board'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 registered entity'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 report or, 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 registered entity 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 the Board 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.



**Stephen De Salis**  
**ANDERSON & ASSOCIATES**  
30<sup>th</sup> April 2025  
Suite 102, 17 Heatherdale Road  
RINGWOOD, VIC 3134