NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED

ABN 54 794 801 039

SPECIAL PURPOSE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2026

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039

CONTENTS **PAGE**

Committee's Report	1
Income and Expenditure Statement & Statement of Comprehensive Income	2
Statement of Financial Position	4
Statement of Changes in Equity	5
Statement of Cash Flows	6
Notes to the Statement of Cash Flows	6
Notes to the Financial Statements	7
Statement by Members of the Committee	10
Independent Auditor's Report	11
Certificate by Members of the Committee	13

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039
COMMITTEE'S REPORT

Your committee members present the special purpose financial report on the entity for the financial year ended 30 June 2026.

Committee of Governance Members

The names of committee of governance members throughout the year and at the date of this report are:

Jordi McInerney	Chairperson	From 25 October 2025
Kate Bundrock	Chairperson	Until 25 October 2025
Margot Tong	Deputy Chairperson	Resigned 20 March 2026
Benjamin Bradshaw	Secretary/ Ordinary Member	From 24 April 2026
Michelle Welsby	Secretary/ Ordinary Member	Resigned 25 October 2025
Shaw Kudo	Treasurer/ Ordinary Member	From 25 October 2025
Jordi McInerney	Treasurer/ Ordinary Member	Until 25 October 2025
Jessie Borelle	Ordinary Member	Appointed 25 October 2025
Benjamin Bradshaw	Ordinary Member	Until 24 April 2026
Madeline Fleet-Barry	Ordinary Member	Appointed 25 October 2025
Nayomi Senanayake	Ordinary Member	Appointed 25 October 2025
Georgie Lowe	Ordinary Member	
Shaw Kudo	Ordinary Member	Until 25 October 2025
Kate Bundrock	Ordinary Member	From 25 October 2025
Lucy Manne	Ordinary Member	Resigned 25 October 2025

Principle Activities

The principle activities of the entity during the financial year were:

NECCHi is committed to delivering bold initiatives to advance social justice and sustainability, and to make the East Coburg and Newlands Neighbourhood Houses the best they can be to support their communities.

Significant Changes

No significant changes in the nature of the entity’s activity occurred during the financial year.

Operating Results

The deficit for the year attributable to the entity amounted to $29,523 (2025: $57,961 - surplus).

After Balance Date Events

No matter has evolved since 30 June 2026 that has significantly affected, or may significantly affect:
(a) the entity's operations in future financial years, or
(b) the results of those operations in future financial years, or
(c) the entity's state of affairs in future financial years.

Signed in accordance with a resolution of the Members of the Committee.

Chairperson _____
Jordi McInerney

Treasurer _____
Shaw Kudo

Dated this **day of**

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039
INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2026

	2026 $	2025 $
INCOME		
Grant Funding Income		
Department of Family, Fairness and Housing	290,363	280,935
Merri-Bek City Council (MCC) Operation and Inclusion Grants	122,396	121,282
Merri-Bek City Council - Facility Improvement Grant	10,000	9,122
Merri-Bek City Council – Supporting Volunteer Grant	7,350	7,278
Grants under Auspice Arrangements	8,523	18,898
	438,632	**437,515**
Operating Income		
Auspice Fees (includes NECCHi room booking fees for Auspice projects e.g. exhibitions, rehearsals).)	857	250
Coffee Cart Income	27,015	32,637
Program Income	81,769	86,596
Room Rental Income	22,860	21,443
Shared MCC Costs Income	(1,440)	5,040
	131,061	**145,966**
Other Income		
Interest Received	10,369	13,067
Donations and Fundraising Income	1,347	-
Other Income	2,273	-
	13,989	**13,067**
TOTAL INCOME	**583,682**	**596,548**
EXPENDITURE		
Administrative & Other Expenses		
Audit and Bookkeeping Fees	17,826	11,494
Bank Fees and Charges	739	761
Donations Paid	3,925	-
Hospitality & Consumables	2,891	3,186
Insurance	186	366
Membership Fees & Permits	1,364	1,855
Photocopier and Printing	2,295	1,934
Sundry Expenses	-	1,368
	29,226	20,964

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039
INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2026

	2026 $	2025 $
Employee Related Expenses		
Salaries & Wages	313,808	307,538
Superannuation	37,313	37,170
Annual leave and Long Service Leave Expenses	432	-
Staff Gifts and Amenities	352	408
Training and Development	37,949	2,170
Portable Long Service Benefits Scheme Levies	5,016	4,972
WorkCover	8,572	7,311
	403,442	359,569
Grants under Auspice Arrangements Expenses	**9,849**	**11,421**
Occupancy Costs		
Cleaning & Pest Control	15,194	5,152
Computer and IT Services	5,880	5,415
Depreciation	7,540	8,106
Furniture	120	4,830
Office Supplies	1,873	1,559
Rent	1,000	1,000
Repairs and Maintenance	268	1,603
Telephone & Internet	3,704	3,769
Utilities	5,335	6,526
	40,914	37,960
Program & Related Expenses		
Advertising and Promotion	3,316	4,452
Coffee Cart (Brewlands) Expenses	18,444	18,209
Facilities Improvement Expenses	8,508	-
Garden Expenses	3,153	7,068
Program Consumables	45	-
Program Facilitator and Materials'	96,311	78,944
	129,777	108,673
TOTAL EXPENDITURE	**613,208**	**538,587**
NET SURPLUS/(DEFICIT) FOR THE YEAR	**(29,526)**	**57,961**

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2026

	2026 $	2025 $
NET SURPLUS/(DEFICIT) FOR THE YEAR	**(29,526)**	**57,961**
Total Comprehensive Income for the Year	-	-
NET SURPLUS/(DEFICIT) ATTRIBUTABLE TO THE ASSOCIATION	**(29,526)**	**57,961**

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

	2026 $	2025 $
CURRENT ASSETS		
Bank - Debit Card Account	158	2,287
Bank - Operating Account	22,702	168,076
Bank - Term Deposits	398,405	288,036
Undeposited Funds	-	-
Accounts Receivable	-	12,584
Provision for Doubtful Debts	-	-
Other Receivables	11,448	18,240
Prepayments	602	186
TOTAL CURRENT ASSETS	**433,315**	**489,409**
NON-CURRENT ASSETS		
Computer Equipment	14,728	11,116
Less Accumulated Depreciation	(12,308)	(10,833)
	2,420	283
Coffee Cart	6,265	6,265
Less Accumulated Depreciation	(6,265)	(5,830)
	-	435
Office Equipment	5,963	5,963
Less Accumulated Depreciation	(5,832)	(5,682)
	131	281
Fixtures & Fittings	74,451	74,451
Less Accumulated Depreciation	(18,942)	(13,462)
	55,509	60,989
Fixtues & Fittings - Work-in-Progress	-	-
TOTAL NON-CURRENT ASSETS	**58,060**	**61,988**
TOTAL ASSETS	**491,375**	**551,397**
CURRENT LIABILITIES		
Accounts Payable	9,771	8,674
Accrued Expenses	7,431	9,881
ATO GST Payable	6,074	10,010
ATO PAYGW Payable	6,153	4,820
ATO Integrated Client Account	-	-
Superannuation Payable	989	11,508
Grants Received in Advance	-	16,071
Income Received in Advance	-	-
Funds under Auspice Arrangements	1,737	2,119
Refundable Hire Deposits	-	-
Provision for Annual Leave	18,634	18,202
TOTAL CURRENT LIABILITIES	**50,789**	**81,285**
NON-CURRENT LIABILITIES		
Provision for Long Service Leave	-	-
TOTAL NON-CURRENT LIABILITIES	**-**	**-**
TOTAL LIABILITIES	**50,789**	**81,285**
NET ASSETS	**440,586**	**470,112**
EQUITY		
Accumulated Funds	440,586	470,112
	440,586	**470,112**

The Statement of Financial Position is to be read in conjunction with the audit report and the notes to the financial statements.

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2026

	Accumulated Funds $	Total $
Balance as at 1 July 2024	**412,151**	**412,151**
Surplus/ (Deficit) attributable to the Association	57,961	57,961
Balance as at 30 June 2025	**470,112**	**470,112**
Surplus/ (Deficit) attributable to the Association	(29,526)	(29,526)
Balance as at 30 June 2026	**440,586**	**440,586**

The Statement of Changes in Equity is to be read in conjunction with the audit report and the notes to the financial statements.

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2026

	Note	2026 $	2025 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		576,236	562,164
Payments to suppliers and employees		(620,127)	(518,869)
Interest received		10,369	13,067
Net cash generated from/(used in) operating activities	**(i)**	**(33,522)**	**56,362**
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		(3,612)	(4,343)
Proceeds on disposal of property, plant and equipment		-	-
Net cash (used in)/provided by investing activities		**(3,612)**	**(4,343)**
Net increase/(decrease) in cash held		(37,134)	52,019
Cash and cash equivalents at beginning of financial year		458,399	406,380
Cash and cash equivalents at end of financial year	**(ii)**	**421,265**	**458,399**

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039
NOTES TO THE STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2026

	2026 $	2025 $
Note (i). Net cash generated from/(used in) operating activities		
Net surplus for the year	(29,526)	57,961
Non-cash flow item: depreciation	7,540	8,106
Non-cash flow item: loss on disposal of fixed assets	-	-
(Increase)/decrease in trade and other receivables	19,376	(29,240)
(Increase)/decrease in prepayments	(416)	85
Increase/(decrease) in trade and other payables	(14,475)	11,213
Increase/(decrease) in income received in advance	-	(3,325)
Increase/(decrease) in funds under Auspice arrangements	(382)	(4,823)
Increase/(decrease) in provisions	432	314
	(33,522)	**56,362**
Note (ii). Cash and cash equivalents at end of financial year		
Cash on hand	158	2,287
Cash at bank	22,702	168,076
Cash on deposit	398,405	288,036
	421,265	**458,399**

The Statement of Cash Flows is to be read in conjunction with the audit report and the notes to the financial statements.

Note 1. Statement of Significant Accounting Policies

This financial report includes the financial statements and notes of Newlands & East Coburg Community Hub Incorporated, an incorporated association, which is incorporated in Victoria under the Associations Incorporation Reform Act 2012.

Basis of preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the *Australian Charities and Not for Profits Commission Act* 2012 and the *Associations Incorporation Reform Act* 2012. The committee has determined that the association is not a reporting entity and also a not-for-profit association.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

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

Accounting Policies

a. 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 losses.

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the Committee commencing from the time the asset is held ready for use.

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement.

b. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Note 1. Statement of Significant Accounting Policies *(continued)*

c. Revenue

Revenue comprises income from services provided, government grants and fundraising activities.

Revenue is measured at the fair value of the consideration received or receivable.

Revenue is recognised when the amount of income can be measured reliably, collection is probable, the costs incurred or to be incurred can be measured reliably, and when the criteria for each of the Association's different activities have been met. Details of the activity- specific recognition criteria are described below:

Grant Income

Grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating.

Grants received for specific programs are recognised as income only to the extent of work completed on those projects when the terms of the grants stipulate that any unexpended funds are to be returned to the sponsor if the program is not completed. In those circumstances the funds attributable to work still to be completed are carried forward as grants income deferred.

Program Income

Fees charged for services provided to participants of the various programs are recognised when the service is provided.

Room Rental

Fees are charged to clients on provision of the use of Association's facilities and are recognised when the service is provided.

Interest Income

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

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

d. Income Tax

By virtue of its aims as set out in the constitution, the Association qualifies as an organisation specifically exempt from income tax under Section 50-45 of the *Income Tax Assessment Act* 1997.

e. 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 Taxation 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 expense. Receivables and payables in the Balance Sheet are shown inclusive of GST.

f. Employment Entitlements & Benefits

Short-term benefits

Short-term employee benefits are benefits, other than termination benefits, that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. Examples of such benefits include wages and salaries.

Long-term benefits

The Association's liabilities for annual leave is included in other long term benefits as they are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service.

The Association presents employee benefit obligations as current liabilities in the statement of financial position if the Association does not have an unconditional right to defer settlement for at least 12 months after the reporting period, irrespective of when the actual settlement is expected to take place.

Note 1. Statement of Significant Accounting Policies *(continued)*

g. 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.

h. Deferred Income

The liability for deferred income is the unutilised amounts of grants received on the condition that specified services are delivered or conditions are fulfilled. The services are usually provided or the conditions usually fulfilled within 12 months of receipt of the grant. Where the amount received is in respect of services to be provided over a period that exceeds 12 months after the reporting date or the conditions will only be satisfied more than 12 months after the reporting date, the liability is discounted and presented as non-current.

i. Lease

As required by Australian Accounting Standards 1058 (AASB 1058), the Committee has elected to recognise the rent from Merri-Bek City Council at cost not fair value.

As required by the Standard in choosing this election the details of the licence with Merri-Bek City Council are provided as follows:-

- The organisation has a high dependence on the Lease arrangements with Merri-Bek City Council for both the premises at 32 Nicholson Street Coburg and 20 Murray Road Coburg

- Both Leases with Merri-Bek City Council are for a value of $1 per financial year

- Both Leases commenced on the 2 January 2018 for a term of 5 years and expired in January 2023.

- Both Leases renewal are still in progress due to an "overholding period" and the expired leases remain in place.

j. Economic dependence

The Association is dependent upon the ongoing receipt of Government grants and use of Merri-Bek City Council Facilities to ensure the ongoing continuance of its programs.

At the date of this report, management has no reason to believe that this financial support will not continue.

Note 2. Related Party Transactions

The Committee Members act in an honorary capacity and are not paid for their services as Committee Members.

There were no transactions with related parties during the 2026 year.

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039
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 1 to the financial statements.

In the opinion of the committee, the financial report as set out on pages 2 to 9, satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012 and:

1 a. comply with Australian Accounting Standards applicable to the association; and

b. give a true and fair view of the financial position of Newlands & East Coburg Community Hub Incorporated as at 30 June 2026 and its performance for the year ended on that date.

2 At the date of this statement, there are reasonable grounds to believe that Newlands & East Coburg Community Hub Incorporated will be able to pay its debts as and when they fall due.

This declaration is signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2022.

Chairperson

Jordi McInerney

Treasurer

Shaw Kudo

Dated:

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS

Opinion
I have audited the accompanying financial report of Newlands & East Coburg Community Hub Incorporated (the Association), which comprises the statement of financial position as at 30 June 2026, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the statement by

In my opinion, the financial report of the Association is in accordance with the *Australian Charities and Not for Profits Commission Act* 2012 and the *Associations Incorporation Reform Act* 2012, including:

i. giving a true and fair view of the Association's financial position as at 30 June 2026 and of its performance for the year ended; and

ii. complying with Australian Accounting Standards as per Note 1, the Australian Charities and Not for Profits Commission Act 2012 and

Basis for Opinion
I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. I am 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 my audit of the financial report in Australia. I have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter - Basis of Accounting and Restriction on Distribution
I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Newlands & East Coburg Community Hub Incorporated to meet the requirements of the Australian Charities and Not for Profits Commission Act 2012 and the Associations Incorporation Reform Act 2012. As a result, the financial report may not be suitable for another purpose. My opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Financial Report
Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the applicable legislation and for such internal control as management 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.

In preparing the financial report, management is 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 Entity 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 Report
My 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 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 the financial report.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I 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 my 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 responsible entities.

Conclude on the appropriateness of the responsible entities 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that I identify during my audit.

Name of Auditor: Frederik R. L. Eksteen

Address: Collins & Co Audit Pty Ltd
127 Paisley Street
Footscray VIC 3011

Date:

NEWLANDS & EAST COBURG COMMUNITY HUB INCORPORATED
ABN 54 794 801 039
CERTIFICATE BY MEMBERS OF THE COMMITTEE

I, **Jordi McInerney** and I, **Shaw Kudo** certify that:

(a) We are members of the committee of governance of Newlands & East Coburg Community Hub Incorporated.

(b) We attended the annual general meeting of the association held on 21 October 2026.

(c) We are authorised by the attached resolution of the committee to sign this certificate.

(d) This annual statement was submitted to the members of the association at its annual general meeting.

Chairperson _____

Jordi McInerney

Treasurer _____

Shaw Kudo

Dated this **day of**