

**KEHILLAT KADIMAH LIMITED**

**ABN 34 620 597 640**

**ANNUAL REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2019**



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Logicca Assurance Pty Limited

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**Kehillat Kadimah Limited  
Auditors' Independence Declaration  
To the Members of Kehillat Kadimah Limited**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2019 there have been:

- i. no contraventions of the auditor independence requirements as set out in 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.

**Name of Firm:** Logicca Assurance Pty Limited

A handwritten signature in black ink, appearing to be "Peter Hersh", written over a horizontal line.

**Name of Director:** Peter Hersh

**Address:** Level 6, 151 Macquarie Street Sydney NSW 2000

**Dated this** 1<sup>st</sup> day of June 2020

**KEHILLAT KADIMAH LIMITED**

**ABN 34 620 597 640**

**AS AT 31 DECEMBER 2019**

**CONTENTS**

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
Notes to the financial statements	8
Directors' declaration	16
Independent auditor's report to the members of Kehillat Kadimah Limited	17
Detailed statement of profit or loss	19

**General information**

The financial statements cover Kehillat Kadimah Limited as an individual entity. The financial statements are presented in Australian dollars, which is Kehillat Kadimah Limited's functional and presentation currency.

Kehillat Kadimah Limited is a not-for-profit unlisted public company limited by guarantee.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 1 June 2020. The directors have the power to amend and reissue the financial statements.

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	Note	2019 \$	2018 \$
<b>REVENUE</b>	<b>3</b>	<u>1,352,318</u>	<u>1,167,801</u>
<b>EXPENSES</b>			
Administration expenses	<b>4(a)</b>	(1,356,305)	(944,809)
Religious festivals and functions	<b>4(b)</b>	(183,979)	(164,706)
Other expenses	<b>4(c)</b>	(23,116)	(24,210)
<b>Total expenses</b>		<u><b>(1,563,400)</b></u>	<u><b>(1,133,725)</b></u>
<b>Surplus before income tax expense</b>		(211,082)	34,076
Income tax expense		<u>-</u>	<u>-</u>
<b>Surplus / (deficit) after income tax expense for the year attributable to the members of Kehillat Kadimah Limited</b>		(211,082)	34,076
Other comprehensive income for the period, net of tax		<u>-</u>	<u>-</u>
<b>Total comprehensive surplus / (deficit) for the year attributable to the members of Kehillat Kadimah Limited</b>		<u><u>(211,082)</u></u>	<u><u>34,076</u></u>

*The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes*

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2019**

	Note	2019 \$	2018 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	116,660	459,285
Trade and other receivables	6	70,816	21,983
<b>Total current assets</b>		187,476	481,268
<b>Non-Current assets</b>			
Loan provided to Related Party		50,000	-
<b>Total non-current assets</b>		50,000	-
<b>Total assets</b>		237,476	481,268
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	7	60,700	9,875
Employee benefits	8	43,032	28,301
Other	9	24,410	122,676
<b>Total current liabilities</b>		128,142	160,852
<b>Total liabilities</b>		128,142	160,852
<b>Net assets</b>		109,334	320,416
<b>EQUITY</b>			
Retained surplus		320,416	286,340
Current Year Surplus / (Deficit)		(211,082)	34,076
<b>Total equity</b>		109,334	320,416

*The above statement of financial position should be read in conjunction with the accompanying notes*

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	Retained profits \$	Total equity \$
<b>Balance at 1 January 2019</b>	<b>320,416</b>	<b>320,416</b>
Surplus after income tax expense for the period	(211,082)	(211,082)
Other comprehensive income for the period, net of tax	-	-
Total comprehensive income for the period	(211,082)	(211,082)
<b>Balance at 31 December 2019</b>	<b>109,334</b>	<b>109,334</b>
<b>Balance at 1 January 2018</b>	<b>286,340</b>	<b>286,340</b>
Surplus after income tax expense for the period	34,076	34,076
Other comprehensive income for the period, net of tax	-	-
Total comprehensive income for the period	34,076	34,076
<b>Balance at 31 December 2018</b>	<b>320,416</b>	<b>320,416</b>

*The above statement of changes in equity should be read in conjunction with the accompanying notes*

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	Note	2019 \$	2018 \$
<b>Cashflows from operating activities</b>			
Receipts from members and others		867,234	1,013,428
Payments to suppliers and employees		(1,460,523)	(1,273,128)
Donations and offerings		474,013	309,867
Sundry income		15,216	-
Net cash from operating activities		<u>(104,059)</u>	<u>50,167</u>
<b>Cashflows from investing activities</b>			
Net cash used in investing activities		<u>-</u>	<u>-</u>
<b>Cashflows from financing activities</b>			
Loan from related parties		8,450	
Loan made to Related Party		(50,000)	
Short-term lease outflows		(197,016)	
Net cash used in financing activities		<u>(238,566)</u>	<u>-</u>
Net increase in cash and cash equivalents		(342,625)	50,167
<b>Cash and cash equivalents at the beginning of the period</b>		<u>459,285</u>	<u>409,118</u>
<b>Cash and cash equivalents at the end of the period</b>		<u><u>116,660</u></u>	<u><u>459,285</u></u>

*The above statement of cash flows should be read in conjunction with the accompanying notes*

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**Note 1. Significant Accounting Policies**

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

**New or amending Accounting Standards and Interpretations adopted**

The following Accounting Standards and Interpretations are most relevant to the Company:

**AASB 15 Revenue from Contracts with Customers**

The Company has adopted AASB 15 from 1 January 2019. The standard provides a single comprehensive model for revenue recognition. The core principle of the standard is that an Company shall recognise revenue to depict the transfer of promised goods or services to customers at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The standard introduced a new contract-based revenue recognition model with a measurement approach that is based on an allocation of the transaction price. This is described further in the accounting policies below. Credit risk is presented separately as an expense rather than adjusted against revenue. Contracts with customers are presented in a Company's statement of financial position as a contract liability, a contract asset, or a receivable, depending on the relationship between the Company's performance and the customer's payment. Customer acquisition costs and costs to fulfil a contract can, subject to certain criteria, be capitalised as an asset and amortised over the contract period.

Impact of adoption: None

**AASB 16 Leases**

The Company has adopted AASB 16 Leases from 1 January 2019. The standard replaces AASB 117 Leases and eliminates the classification of operating leases and finance leases for lessees. Except for short-term leases and leases of low-value assets, right-of-use assets and corresponding lease liabilities are recognised in the statement of financial position. Straight-line operating lease expense is replaced with a depreciation charge for the right-of-use assets and an interest expense on the recognised lease liabilities.

Impact of adoption: None

**AASB 1058 Income of Not-for-Profit Entities**

The Company has adopted AASB 1058 from 1 January 2019. The standard replaces AASB 1004 'Contributions' in respect to income recognition requirements for not-for-profit entities. The timing of income recognition under AASB 1058 is dependent upon whether the transaction gives rise to a liability or other performance obligation at the time of receipt. Income under the standard is recognised where: an asset is received in a transaction, such as by way of grant, bequest or donation; there has either been no consideration transferred, or the consideration paid is significantly less than the asset's fair value; and where the intention is to principally enable the Company to further its objectives. For transfers of financial assets to the Company which enable it to acquire or construct a recognisable non-financial asset, the Company must recognise a liability amounting to the excess of the fair value of the transfer received over any related amounts recognised. Related amounts recognised may relate to contributions by owners, AASB 15 revenue or contract liability recognised, lease liabilities in accordance with AASB 16, financial instruments in accordance with AASB 9, or provisions in accordance with AASB 137. The liability is brought to account as income over the period in which the Company satisfies its performance obligation. If the transaction does not enable the Company to acquire or construct a recognisable non-financial asset to be controlled by the Company, then any excess of the initial carrying amount of the recognised asset over the related amounts is recognised as income immediately. Where the fair value of volunteer services received can be measured, a private sector not-for-profit Company can elect to recognise the value of those services as an asset where asset recognition criteria are met or otherwise recognise the value as an expense.

Impact of adoption: None

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

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

**Comparative figures**

Comparative figures in the financial statements have been adjusted to conform to changes in presentation for the current financial year. The amendments do not impact on the company.

**Basis of preparation**

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board ('AASB'), and Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act), as appropriate for not-for-profit oriented entities.

*Historical cost convention*

The financial statements have been prepared under the historical cost convention.

*Critical accounting estimates*

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 2.

**Revenue recognition**

The Company has applied AASB 15 : Revenue from Contracts with Customers (AASB 15) and AASB 1058: Income of Not-for-Profit Entities (AASB 1058) using the cumulative effective method of initially applying AASB 15 and AASB 1058 as an adjustment to the opening balance of equity at 1 January 2019. Therefore, the comparative information has not been restated and continues to be presented under AASB 118: Revenue and AASB 1004: Contributions. The details of accounting policies under AASB 118 and AASB 1004 are disclosed separately since they are different from those under AASB 15 and AASB 1058, and there was no impact on adoption of the new accounting standards.

*Revenue from contracts with customers*

Revenue is recognised at an amount that reflects the consideration to which the Company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

*Seat rentals and donations*

Money for seat rentals and donations are brought to account on a cash basis.

*Other revenue*

Other revenue is recognised when it is received or when the right to receive payment is established.

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

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

**Going Concern**

This financial report has been prepared on the going concern basis, which contemplates the continuity for normal activities of the Company and the realisation of assets and settlement of liabilities in the normal course of business. The financial report does not include any adjustments that might be necessary should the Company not be able to continue as a going concern.

The continued financial viability of the Company is dependent on a number of factors including:

1. the continued support of its major donors; and
2. the continued support of the broader community in the form of seat rentals and donations.

Directors and management have assessed the Company's ability to continue as a going concern and concluded that Kehillat Kadimah Limited will continue as a going concern primarily based on the continuation of the support of its major donors and the support of the broader community in the form of seat rentals and donations. It is also anticipated that there will be the opportunity for additional fundraising efforts to bring capital and cash flow to the Company.

Despite the near term uncertainty due to the COVID-19 outbreak, management remain convinced about the positive underlying purpose of their activities to provide religious services and is confident that major donors and the broader community will continue to support them.

Legislation in light of the COVID-19 pandemic. To make sure that companies have confidence to continue to trade through the COVID-19 pandemic with the aim of returning to viability when crisis has passed, the directors will be temporarily relieved of their duty to prevent insolvent trading with respect to any debts incurred in the ordinary course of the company's business. The temporary changes have legal effect from 25 March 2020 and will be in force for six (6) months. The Government had also provided JobKeeper and Cash Flow Boost payment assistance to businesses and not-for-profit entities.

**Lease Liabilities**

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the company's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred. Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

**Right-of-use assets**

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset. Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the company expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities. The company has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

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

**Income tax**

As the Company is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

**Trade and other receivables**

Other receivables are recognised at cost.

**Trade and other payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

**Employee benefits**

*Short-term employee benefits*

Liabilities for wages, allowances, and annual leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

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

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax

**Note 2. Critical accounting judgements, estimates and assumptions**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. There are no critical accounting judgements, estimates and assumptions that are likely to affect the current or future financial years.

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**Note 3. Revenue**

	2019	2018
	\$	\$
Seat Rental	917,304	886,200
Donations & offerings	404,753	246,356
Bar/Bat Mitzvah income	-	1,700
Sundry income	30,261	33,545
	<u>1,352,318</u>	<u>1,167,801</u>

**Note 4. Expenses**

	2019	2018
	\$	\$
(a) Administration:-		
Accounting Fees	62,657	34,204
Bank and merchant fees	12,754	3,170
Cleaning	26,147	22,718
Employee benefits expense	718,777	511,735
IT Expenses	14,028	15,003
Insurance	44,115	34,425
Legal Fees	190,658	-
Postage, printing & stationery	8,736	17,804
Rates	-	5,008
Rent	-	210,000
Repairs & maintenance	31,816	62,125
Short Term Lease Payments	197,016	-
Telephone	1,817	2,556
Utilities	47,784	26,062
	<u>1,356,305</u>	<u>944,809</u>
(b) Religious festivals and functions:-		
Choir expenses	40,200	47,432
Function expenses (Net)	53,265	32,932
Security costs	66,337	62,600
Youth Activities	24,177	21,742
	<u>183,979</u>	<u>164,706</u>
(c) Other expenses:-		
Advertising expense	3,225	4,565
Auditor's remuneration	7,500	5,000
Consultants fees	-	5,600
General expenses	12,391	9,045
	<u>23,116</u>	<u>24,210</u>

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**Note 5. Current assets - cash and cash equivalents**

	2019	2018
	\$	\$
Cash at bank	115,885	459,185
Cash on hand	775	100
	<u>116,660</u>	<u>459,285</u>

**Note 6. Current assets - trade and other receivables**

	2019	2018
	\$	\$
GST receivable	25,453	10,687
Other receivables	-	11,296
Prepayments	45,363	-
	<u>70,816</u>	<u>21,983</u>

**Note 7. Current liabilities - trade and other payables**

	2019	2018
	\$	\$
Trade payables	52,250	9,875
Prepaid Rent	8,450	-
	<u>60,700</u>	<u>9,875</u>

**Note 8. Current liabilities - employee benefits**

	2019	2018
	\$	\$
Employee benefits	34,687	21,144
Superannuation payable	8,345	7,157
	<u>43,032</u>	<u>28,301</u>

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**Note 9. Current liabilities - other**

	2019 \$	2018 \$
Unearned income	8,150	74,695
Accrued expense	16,260	47,981
	24,410	122,676

**Note 10. Commitments**

	2019 \$	2018 \$
Lease Commitments - operating		
Within one year	-	18,500
From one to five years	-	-
	-	18,500

The abovementioned lease commitment in 2018 relates to a lease contract to occupy premises situated at 666 Old South Head Road, Rose Bay NSW 2029 which ended on 28 January 2019.

In 2019 due to a change in the accounting standard, no lease commitment is shown.

**Note 11. Related party transactions**

From time to time Directors of the entity may purchase goods from the Company or participate in the Company's activities. These participations are on the same terms and conditions as those entered into by any other member of the Company.

Transactions with related parties:

In 2018, South Head & District Synagogue Limited, a company that certain members of the Synagogue are also members, leases the premises at 662-666 Old South Head Road, Rose Bay NSW 2029 to Kehillat Kadimah Limited.

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

From 1 January 2019 to 4 November 2019, South Head & District Synagogue Limited was under control of a liquidator. From 4th November 2019 onwards, South Head & District Synagogue Limited and Kehillat Kadimah Limited had common directors.

The following transactions occurred with related parties:

	<b>2019</b>	<b>2018</b>
Rent paid to Landlord	-	210,000
Short Term Lease Payments	197,016	-

Terms and conditions:

All transactions were made on normal commercial terms and conditions and at market rates.

Kehillat Kadimah has made an advance of \$50,000 to South Head Secured Pty Ltd. Two directors and a shareholder of South Head Secured Pty Ltd are directors of Kehillat Kadimah Limited.

	<b>2019</b>	<b>2018</b>
Loan provided to South Head Secured Pty Ltd	50,000	-

### **Note 12. Events after the reporting period**

Subsequent to year end, there has been a global pandemic of the Coronavirus (COVID-19) which was first reported on 30 December 2019. This pandemic continues to evolve quickly and is having significant impact on a large number of entities and many entities now face material uncertainties relating to their ability to continue as going concerns.

Despite the near term uncertainty due to the COVID-19 outbreak, management remain convinced about the positive underlying purpose of their activities to provide religious services and is confident that major donors and the broader community will continue to support them. The Australian Government had also announced that it has made temporary changes to the insolvency and corporations' legislation in light of the COVID-19 pandemic. To make sure that companies have confidence to continue to trade through the COVID-19 pandemic with the aim of returning to viability when crisis has passed, the directors will be temporarily relieved of their duty to prevent insolvent trading with respect to any debts incurred in the ordinary course of the company's business. The temporary changes have legal effect from 25 March 2020 and will be in force for six (6) months. The Government had also provided JobKeeper and Cash Flow Boost payment assistance to businesses and not-for-profit entities.

As the COVID-19 pandemic evolves on a daily basis, it is difficult to know the true extent of its impact and therefore an estimate of the COVID-19 financial effect cannot be made at the time of signing of these accounts.

### **Note 13. Entity details**

The registered office and place of business of this Company is: 662-666 Old South Head Road, Rose Bay NSW 2029.

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**DIRECTORS' DECLARATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

In the Directors' opinion:

- the attached financial statements and notes satisfy the reporting requirements as specified in Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Australian Charities and Not-for profits Commission Regulation 2013* ;
  
- the attached financial statements and notes give a true and fair view of the Company's financial position as at 31 December 2019 and of its performance for the financial year ended on that date; and
  
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.



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Joshua Bolot - Chairman  
Director



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Esmond Kilov - Treasurer  
Director

1st day of June, 2020  
Sydney



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**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF KEHILLAT KADIMAH LIMITED  
ABN 34 620 597 640**

**Report on the Audit of the Financial Report**

We have audited the financial report of Kehillat Kadimah Limited, which comprises the statement of financial position as at 31 December 2019, the statement of comprehensive income and statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the responsible entities' declaration.

In our opinion the financial report of the Kehillat Kadimah Limited has been prepared in accordance with Division 60 of the Australian Charities and Not-for-Profits Commission Act 2012, including:

- (a) giving a true and fair view of the registered entity's financial position as at 31 December 2019 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting - Reduced Disclosure Requirements to the extent described in Note 1, and Division 60 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 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.

**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 for the purpose of fulfilling the registered entity's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

### **Responsibility of the Responsible Entities and Those Charged with Governance for the Financial Report**

The responsible entities 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 report is appropriate to meet the requirements of the Australian Accounting - Reduced Disclosure Requirements and ACNC Act. The responsible entities' responsibility also includes such internal control as the responsible entities determine is necessary to enable the preparation of a 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 responsible entities 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 responsible entities either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

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

### **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 the financial report.

A further description of our responsibilities for the Audit of the Financial Report is located at the Auditing and Assurance Standards Board website at [http://www.auasb.gov.au/auditors\\_files/ar3.pdf](http://www.auasb.gov.au/auditors_files/ar3.pdf). This description forms part of our Auditor's Report.

**Name of firm:** Logicca Assurance Pty Limited



**Director:** Peter Hersh

**Address:** Level 6, 151 Macquarie Street, SYDNEY NSW 2000

**Dated this:** 2 day of June 2020

**KEHILLAT KADIMAH LIMITED**  
**ABN 34 620 597 640**  
**DETAILED STATEMENT OF PROFIT OR LOSS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
	\$	\$
<b>REVENUE</b>		
Seat Rental	917,304	886,200
Donations & offerings	404,753	246,356
Bar/Bat Mitzvah Income	-	1,700
Sundry income	30,261	33,545
	<b><u>1,352,318</u></b>	<b><u>1,167,800</u></b>
<b>EXPENSES</b>		
Accounting Fees	62,657	34,204
Advertising expense	3,225	4,565
Auditor's remuneration	7,500	5,000
Bank and merchant fees	12,754	3,170
Choir expenses	40,200	47,432
Cleaning	26,147	22,718
Consultants fees	-	5,600
Employee benefits expense	718,777	511,735
Function expenses (Net)	53,265	32,932
General expenses	12,391	9,045
Insurance	44,115	34,425
IT expenses	14,028	15,003
Legal Fees	190,658	-
Postage, printing & stationery	8,736	17,804
Rates	-	5,008
Rent	-	210,000
Repairs & maintenance	31,816	62,125
Short Term Lease Payments	197,016	-
Security costs	66,337	62,600
Telephone	1,817	2,556
Utilities	47,784	26,062
Youth Activities	24,177	21,742
	<b><u>1,563,400</u></b>	<b><u>1,133,726</u></b>
<b>Net Surplus / (Deficit) for the year</b>	<b><u>(211,082)</u></b>	<b><u>34,075</u></b>