

TABLE OF CONTENTS

| <u>Item</u> | <u>Page</u> |
|---|-------------|
| Report of the National Council | 2 |
| Statement of Income & Expenditure | 3 |
| Balance Sheet | 4 |
| Notes to and forming part of Financial Statements | 5 |
| Statement by the Treasurer | 13 |
| Independent Audit Report | 14 |

ST VINCENT DE PAUL SOCIETY
NATIONAL COUNCIL OF AUSTRALIA INC.

REPORT OF THE NATIONAL COUNCIL

In accordance with the Associations Incorporation Act 1991 (ACT), the National Council submit the financial statements of St Vincent de Paul Society National Council of Australia Incorporated (the Association) for the year ended 30 June 2016.

National Council Members

The National Council Members of the Association during the financial year and as at the date of this report are:

| | | |
|------------------|-----------------------|---|
| Graham West | | President |
| Claire Victory | | Deputy President |
| Tony Muir | | Vice President |
| Anthony Thornton | Deceased July 2015 | Treasurer |
| Frank Brassil | Appointed March 2016 | Treasurer |
| Liz Callaghan | Appointed July 2015 | Secretary |
| Norm Moore | Exited July 2015 | Secretary |
| Fr Troy Bobbin | | Spiritual Adviser |
| John Forrest | | State President QLD |
| Bob Burns | | State President WA |
| Michael Liddy | | State President VIC |
| Brian Spencer | | State President SA |
| Toni Muir | | State President TAS |
| Ray Reynolds | Exited November 2015 | State President NSW |
| Denis Walsh | Elected November 2015 | State President NSW |
| Gerry McCormack | | Territory President NT |
| Warwick Fulton | Elected March 2015 | Territory Council President Canberra/Goulburn |
| Kathleen Ferrero | | National Youth Representative |
| Pat Garcia | Appointed July 2015 | Vice President |
| Rick Stankiewicz | Appointed July 2015 | Vice President |

Principal Activities


The principal activity of the Association during the financial year was the administration of an association that provides a range of services and assistance to the poor. There have not been any significant changes in those activities during the year.

Results

The surplus of the Association for the year ended 30 June 2016 was \$197,778 (2015 surplus of \$80,823).

On behalf of the National Council:


Graham West
President
Dated this day of


Frank Brassil
Treasurer
Dated this day of

ST VINCENT DE PAUL SOCIETY
NATIONAL COUNCIL OF AUSTRALIA INC.

STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2016

| | NOTE | 2016 \$ | 2015 \$ |
|--------------------------------|------|------------------|------------------|
| INCOME | | | |
| Bequests | | 2,000 | 5,100 |
| Donations – ATO & General | | 46,917 | 61,257 |
| Levies from State Councils | | 2,657,988 | 2,700,413 |
| Interest Earnings | | 29,032 | 34,175 |
| General Income | | 74,860 | 61,780 |
| Profit on Sale of Fixed Assets | | 3,188 | 6,100 |
| Insurance Rebate | | <u>0</u> | <u>37,943</u> |
| TOTAL INCOME | | <u>2,813,985</u> | <u>2,906,768</u> |
| TOTAL EXPENDITURE | 12 | <u>2,616,207</u> | <u>2,825,945</u> |
| NET OPERATING SURPLUS | | <u>197,778</u> | <u>80,823</u> |

This statement of Income & Expenditure is to be read in conjunction with the Notes to and forming part of the financial statements set out on pages 5 to 12.

ST VINCENT DE PAUL SOCIETY
NATIONAL COUNCIL OF AUSTRALIA INC.

BALANCE SHEET AS AT 30 JUNE 2016

| | NOTE | 2016 \$ | 2015 \$ |
|--------------------------------|------|------------------|------------------|
| CURRENT ASSETS | | | |
| Cash | 2 | 1,410,739 | 1,286,314 |
| Receivables | 3 | 74,365 | 80,416 |
| Total CURRENT ASSETS | | <u>1,485,104</u> | <u>1,366,730</u> |
| NON-CURRENT ASSETS | | | |
| Property, Plant & Equipment | 4 | 1,406,598 | 1,409,844 |
| TOTAL NON-CURRENT ASSETS | | <u>1,406,598</u> | <u>1,409,844</u> |
| TOTAL ASSETS | | <u>2,891,702</u> | <u>2,776,574</u> |
| CURRENT LIABILITIES | | | |
| Accounts Payable | 5 | 186,591 | 97,004 |
| Accruals | 6 | 36,043 | 44,948 |
| Provisions | 7 | 122,171 | 110,275 |
| Special Purpose Funds | 8 | 208,823 | 385,086 |
| TOTAL CURRENT LIABILITIES | | <u>553,628</u> | <u>637,313</u> |
| NON CURRENT LIABILITIES | | | |
| Provisions | 9 | 17,257 | 16,222 |
| TOTAL NON-CURRENT LIABILITIES | | <u>17,257</u> | <u>16,222</u> |
| TOTAL LIABILITIES | | <u>570,885</u> | <u>653,535</u> |
| NET ASSETS | | <u>2,320,817</u> | <u>2,123,039</u> |
| CAPITAL FUNDS | | | |
| TOTAL CAPITAL FUNDS | 10 | <u>2,320,817</u> | <u>2,123,039</u> |

This Balance Sheet is to be read in conjunction with the Notes to and forming part of the financial statements set out on pages 5 to 12.

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 30
JUNE 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements of the St Vincent de Paul Society National Council of Australia Inc (the Association) are special purpose financial statements which have been prepared in order to satisfy the financial reporting requirements of the ACT Associations Incorporation Act 1991 and the Australian Charities and Not-For-Profits Commission Act 2012. The National Council has determined that the Association is not a reporting entity.

The financial statements cover the Association as an individual entity. The Association is incorporated in the Australian Capital Territory under the Associations Incorporation Act 1991.

As a non-reporting entity, the Association has not adopted Australian Accounting Standards in the preparation of the financial statements. The financial statements have been prepared on an accruals basis and are based on historical costs and do not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

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

Accounting Policies

(a) Land and Buildings

The Association's land and buildings are accounted for at cost less depreciation. There is no depreciation provided for the freehold land. Buildings on land are depreciated over 40 years from date of acquisition.

(b) Plant and Equipment

Each class of plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed at the end of the reporting period 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.

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.

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 Association and the cost of the item can be measured reliably. All other costs (e.g. repairs and maintenance) are charged to the statement of income and expenditure during the financial period in which they are incurred.

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

ST VINCENT DE PAUL SOCIETY
NATIONAL COUNCIL OF AUSTRALIA INC.

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 30
JUNE 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

The depreciable amount of all fixed assets is depreciated using the straight line method over their useful lives commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Depreciation rates are:

| Class of Fixed Asset | Depreciation Rate | Depreciation Method |
|--|-------------------|---------------------|
| Land | N/A | N/A |
| Buildings | 2.5% | Straight line |
| Office Equipment, Furniture and Fittings | 10% | Straight line |
| Computer Equipment & Website | 33% | Straight line |
| Motor Vehicles | 20% | Straight line |
| Building Improvements | 2.5% | Straight Line |

(c) Employee Benefits

Provision is made for the liability for employee benefits arising from services rendered by employees to balance date. The benefits expected to be settled within one year to employees for their entitlements have been measured at the amounts expected to be paid including on-costs and are disclosed as current liabilities. Employee benefits payable later than one year are measured at the present value of the estimated future cash outflows to be made in respect of those benefits. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data.

Contributions are made by the Association to employee superannuation funds and are charged as expenses when incurred.

d) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the Association are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated over their estimated useful lives where it is likely that the Association will obtain ownership of the asset or otherwise over the term of the lease.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 30
JUNE 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(e) Income Tax

The Association is exempt from income tax under the provisions of the Income Tax Assessment Act 1997.

(f) Revenue

Donations are recorded as income upon receipt.

Levies from State Councils are recorded as income in the period to which the levies relate.

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

Grant revenue is recognised in the statement of income and expenditure when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before the entity is eligible to receive the contribution, the recognition of the grant as revenue is deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the balance sheet as a liability until the service has been delivered, otherwise the grant is recognised as income on receipt.

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

(g) 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 the expense. Receivables and payables in the balance sheet are shown inclusive of the GST.

(h) Cash and Cash Equivalents

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

(i) Special Purpose Funds

Special purpose funds include funds received by the Association from State Councils, to be transferred to other parties on behalf of the State Councils. The funds are recorded as liabilities upon receipt. The liability is reduced as the funds are transferred.

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 30
JUNE 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(j) Critical Accounting Estimates and Judgments

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

The National Council members do not believe that there were any key estimates or key judgments used in the development of the financial statements that give rise to a significant risk of material adjustment in the future.

(k) Comparative Figures

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

ST VINCENT DE PAUL SOCIETY
NATIONAL COUNCIL OF AUSTRALIA INC.

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 30
JUNE 2016

| | 2016 \$ | 2015 \$ |
|--------------------|------------------|------------------|
| NOTE 2 CASH | | |
| Cash on Hand | - | 1,901 |
| Cash at Bank | 714,922 | 588,596 |
| Cash on Deposit | 695,817 | 695,817 |
| | <u>1,410,739</u> | <u>1,286,314</u> |

NOTE 3 RECEIVABLES

| | | |
|-------------------------|---------------|---------------|
| Accounts Receivable | 23,994 | 7,795 |
| Accrued Income | 905 | 881 |
| Prepayments | 2,825 | 52,888 |
| ATO refund | 17,776 | 1,048 |
| Amounts owing by States | 10,242 | - |
| Paypal | 744 | - |
| GST Input Taxes | 17,879 | 17,804 |
| | <u>74,365</u> | <u>80,416</u> |

**NOTE 4 PROPERTY PLANT
& EQUIPMENT**

| | | |
|--------------------------------------|------------------|------------------|
| Land & Buildings at cost | 1,379,950 | 1,379,950 |
| Less Accumulated Depreciation | (186,983) | (163,822) |
| | <u>1,192,967</u> | <u>1,216,128</u> |
| Office Furniture & Fittings at cost | 98,314 | 94,031 |
| Less Accumulated Depreciation | (75,904) | (85,055) |
| | <u>22,410</u> | <u>8,976</u> |
| Computer Equipment & Website at cost | 148,078 | 141,471 |
| Less Accumulated Depreciation | (127,172) | (96,085) |
| | <u>20,906</u> | <u>45,386</u> |
| Motor Vehicles at cost | 85,741 | 65,569 |
| Less Accumulated Depreciation | (21,642) | (35,315) |
| | <u>64,099</u> | <u>30,254</u> |
| Leasehold Improvements at cost | 115,351 | 115,351 |
| Less Accumulated Depreciation | (9,135) | (6,251) |
| | <u>106,216</u> | <u>109,100</u> |
| | <u>1,406,598</u> | <u>1,409,844</u> |

ST VINCENT DE PAUL SOCIETY
NATIONAL COUNCIL OF AUSTRALIA INC.

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE
2016

| | 2016 \$ | 2015 \$ |
|---|------------------|------------------|
| NOTE 5 ACCOUNTS PAYABLE | | |
| Accounts Payable | 65,005 | 52,622 |
| Levies Paid in Advance | 107,703 | - |
| Telstra Committee Member | - | 32,493 |
| PAYG withholding | 13,804 | 11,780 |
| FBT Payable | 79 | - |
| GST Payable | - | 109 |
| | <u>186,591</u> | <u>97,004</u> |
| NOTE 6 ACCRUALS | | |
| Accruals | 12,243 | 24,753 |
| Provision for Audit Fee | 13,300 | 16,000 |
| Provision for accounting | 10,500 | 4,195 |
| | <u>36,043</u> | <u>44,948</u> |
| NOTE 7 CURRENT PROVISIONS | | |
| Provision for Annual Leave | 44,966 | 39,823 |
| Provision for Long Service Leave | 77,205 | 70,452 |
| | <u>122,171</u> | <u>110,275</u> |
| NOTE 8 SPECIAL PURPOSE FUNDS | | |
| Assist a Student Grant | 191,323 | 321,928 |
| Special Overseas Projects | - | 24,464 |
| Requests to President | - | - |
| Twinning | - | 9,522 |
| Holdings for Transfer/Foundation Loan | 17,500 | - |
| Literacy Fund | - | 29,172 |
| | <u>208,823</u> | <u>385,086</u> |
| NOTE 9 NON-CURRENT PROVISIONS | | |
| Provision for Long Service Leave | 17,257 | 16,222 |
| | <u>17,257</u> | <u>16,222</u> |
| NOTE 10 CAPITAL FUNDS FOR FUTURE SOCIAL PROGRAMS | | |
| Opening Balance | 2,123,039 | 2,042,216 |
| Operating surplus for the Year | 197,778 | 80,823 |
| | <u>2,320,817</u> | <u>2,123,039</u> |

ST VINCENT DE PAUL SOCIETY
NATIONAL COUNCIL OF AUSTRALIA INC.

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

NOTE 11 NATIONAL COUNCIL OF AUSTRALIA ENDOWMENT FUND

The endowment fund was established in 2007. The purpose of the fund is for building significant capital and the preservation of bequest capital in perpetuity. It produces an income flow that can be depended upon for special projects and new initiatives. The Association has the responsibility to administer this fund.

| | 2016 \$ | 2015 \$ |
|---|------------------|------------------|
| OPERATING SURPLUS INCOME | | |
| Interest Received | 127,606 | 149,182 |
| Donations | - | - |
| | <u>127,606</u> | <u>149,182</u> |
| EXPENSES | <u>-</u> | <u>28</u> |
| SURPLUS FOR THE YEAR | 127,606 | 149,154 |
| Less: Approved Projects | 336,900 | 188,500 |
| Net Surplus/(Deficit) | <u>(209,294)</u> | <u>(39,346)</u> |
| BALANCE SHEET AS AT 30 JUNE 2016 | | |
| ASSETS | | |
| CURRENT ASSETS | | |
| Fixed Term Deposits | 4,406,064 | 4,632,857 |
| Cheque Account | - | 1 |
| Other Debtors | 17,500 | - |
| | <u>4,423,564</u> | <u>4,632,858</u> |
| LIABILITIES | | |
| Settled Sum | 100 | 100 |
| | <u>100</u> | <u>100</u> |
| NET ASSETS | <u>4,423,464</u> | <u>4,632,758</u> |
| Represented by Funds for future social programmes: | | |
| Balance brought forward | 4,632,758 | 4,672,104 |
| Surplus/(Deficit) for the year | (209,294) | (39,346) |
| Balance of the funds at year end | <u>4,423,464</u> | <u>4,632,758</u> |

ST VINCENT DE PAUL SOCIETY
NATIONAL COUNCIL OF AUSTRALIA INC.

| | 2016 | 2015 |
|--|------------------|------------------|
| | \$ | \$ |
| NOTE 12 EXPENDITURE | | |
| Accounting fee | 16,950 | 16,100 |
| Advertising | 783 | 6,400 |
| Annual Report | 14,328 | 33,959 |
| Archives | 978 | 223 |
| Auditor's Fee | 14,000 | 16,500 |
| Membership & Subscriptions Fees | 8,802 | 9,051 |
| Bank Charges | 2,172 | 3,151 |
| Cleaning | 20,671 | 21,702 |
| Computer Expenses | 16,988 | 16,398 |
| Conference Expenses | 344 | 1,897 |
| Consultancy Expenses | 59,212 | 59,178 |
| Depreciation | 75,442 | 75,614 |
| FBT paid | 3,431 | 3,085 |
| Grants - Councils | 81,110 | 392,546 |
| - Developing Countries | 91,665 | 36,422 |
| - Disaster Relief | 101,172 | 170,000 |
| Healing Path | 1,500 | - |
| IGC Contributions | 532,413 | 460,744 |
| Immersion Project | 13,868 | 12,346 |
| Insurance | 41,566 | 29,967 |
| Legal Fees | 56,201 | 63,813 |
| Meeting Expenses | 82,503 | 109,353 |
| MV Expenses | 16,790 | 16,323 |
| National Office Outgoings | 16,523 | 14,771 |
| National Projects | 37,360 | 7,370 |
| Office expenses & storage | 13,556 | 9,679 |
| PANASCO | - | 73,751 |
| Postage & Freight | 4,563 | 6,573 |
| Policy Development | - | - |
| Professional Development & Recruitment | 21,202 | 9,661 |
| Professional Services | 4,931 | - |
| Provision for Leave Entitlements | 12,931 | (9,694) |
| Public Relations Expenses | 6,976 | 10,423 |
| Publications | 7,262 | 2,422 |
| "Record" Magazine | 120,236 | 151,832 |
| AASpublications | 2,250 | - |
| Repairs & Maintenance | 13,401 | 12,743 |
| Research Projects | 10,000 | 10,000 |
| Salaries & Wages | 685,374 | 651,403 |
| Security | 2,772 | 2,791 |
| Sponsorships | 30,000 | 21,000 |
| Subscriptions | 16,635 | 11,948 |
| Superannuation | 61,146 | 62,460 |
| Telephone | 16,868 | 15,482 |
| Travel Expenses | 23,100 | 12,678 |
| Website Expenses | 35,631 | 37,436 |
| National Secretary Expenses | 2,320 | 11,026 |
| National Treasurer Expenses | 1,484 | 616 |
| National President Expenses | 31,355 | 23,957 |
| National Vice President Expenses | 6,631 | 11,791 |
| NODC Expenses | 34,492 | 29,391 |
| Youth Team Expenses | 26,572 | 43,204 |
| Chief Executive Officer Expenses | 14,117 | 19,355 |
| Working Groups Approved Budget | 25,944 | 12,583 |
| Advocacy & Research | - | 2,990 |
| National Marketing Co-ordinator | 73,317 | - |
| Payroll Administration | 4,369 | - |
| Media Officer | - | 1,531 |
| Total EXPENSES | <u>2,216,207</u> | <u>2,825,945</u> |

ST VINCENT DE PAUL SOCIETY
NATIONAL COUNCIL OF AUSTRALIA INC.

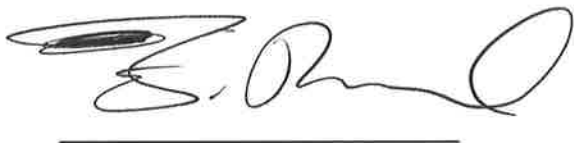
STATEMENT BY THE TREASURER

The National Council has determined that the St Vincent de Paul Society National Council of Australia Inc (Association) is not a reporting entity. The National Council has determined 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 National Council:

1. The accompanying statement of income and expenditure is drawn up so as to give a true and fair view of the surplus of the Association for the year ended 30 June 2016
2. The accompanying balance sheet is drawn up so as to give a true and fair view of the state of affairs of the Association as at 30 June 2016
3. At the date of this statement, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the National Council and is signed for and on behalf of the National Council by:



Treasurer

Dated this 5 day of NOVEMBER 2016