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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 2014.

National Council Members

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

Anthony Thornton	President
Tony Muir	Vice President
Claire Victory	Vice President
Graham West	Vice President
David Bresnik	Exited June 2014
Melissa Ljubic	Appointed July 2014
Norm Moore	Secretary
Fr Troy Bobbin	Spiritual Adviser
Brian Moore	Exited April 2014
John Forrest	Appointed May 2014
Jeff Trew	State President QLD
Tony Tome	Exited March 2014
Michael Liddy	Appointed April 2014
Brian Spencer	State President QLD
Vin Hindmarsh	State President WA
Ray Reynolds	State President VIC
Gerry McCormack	State President VIC
Frank Brassil	State President VIC
Sarah Crute	State President SA
	State President TAS
	State President NSW
	Territory President NT
	Territory Council President Canb/Goulburn
	National Youth Representative

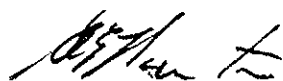
Principal Activities

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.

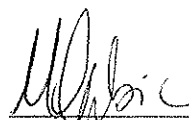
Results

The deficit of the Association for the year ended 30 June 2014 was \$(168,796) (2013 surplus of \$396,400).

On behalf of the National Council:



Anthony Thornton  
President  
Dated this      day of



Melissa Ljubic  
Treasurer  
Dated this 9 day of November 2014

ST VINCENT DE PAUL SOCIETY  
NATIONAL COUNCIL OF AUSTRALIA INC.

STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2014

	NOTE	2014 \$	2013 \$
<b>INCOME</b>			
Bequests		3,000	-
Donations – ATO & General		171,405	15,982
Levies from State Councils		2,717,147	2,527,032
Interest Earnings		39,802	63,971
General Income		-	2,117
Telstra Bill Assist Program		-	25,000
Profit on Sale of Fixed Assets		1,006	-
Building Sinking Fund		-	33,652
Insurance Rebate		139,110	20,220
<b>TOTAL INCOME</b>		<u>3,071,470</u>	<u>2,687,974</u>
<b>TOTAL EXPENDITURE</b>	13	<u>3,240,266</u>	<u>2,291,574</u>
<b>NET OPERATING SURPLUS</b>		<u>(168,796)</u>	<u>396,400</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 2014

	NOTE	2014 \$	2013 \$
<b>CURRENT ASSETS</b>			
Cash	2	1,333,765	1,392,519
Receivables	3	<u>167,032</u>	<u>59,236</u>
Total CURRENT ASSETS		<u>1,500,797</u>	<u>1,451,757</u>
<b>NON-CURRENT ASSETS</b>			
Property, Plant & Equipment	4	<u>1,463,039</u>	<u>1,465,257</u>
TOTAL NON-CURRENT ASSETS		<u>1,463,039</u>	<u>1,465,257</u>
<b>OTHER ACCOUNTS</b>			
Owed by Foundation	5	<u>-</u>	<u>50,000</u>
Total OTHER ACCOUNTS		<u>-</u>	<u>50,000</u>
TOTAL ASSETS		<u>2,963,836</u>	<u>2,967,014</u>
<b>CURRENT LIABILITIES</b>			
Accounts Payable	6	230,356	150,843
Accruals	7	50,729	45,507
Provisions	8	121,264	92,150
Special Purpose Funds	9	<u>504,345</u>	<u>451,745</u>
TOTAL CURRENT LIABILITIES		<u>906,694</u>	<u>740,245</u>
<b>NON CURRENT LIABILITIES</b>			
Provisions	10	<u>14,926</u>	<u>15,757</u>
TOTAL NON-CURRENT LIABILITIES		<u>14,926</u>	<u>15,757</u>
TOTAL LIABILITIES		<u>921,620</u>	<u>756,002</u>
NET ASSETS		<u>2,042,216</u>	<u>2,211,012</u>
<b>CAPITAL FUNDS</b>			
TOTAL CAPITAL FUNDS	11	<u>2,042,216</u>	<u>2,211,012</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.

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

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 30  
JUNE 2014

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	33%	Straight line
Motor Vehicles	20%	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.

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 2014

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

(j) Prior Period Errors

Prior period errors are omissions from, and misstatements in, the entity's financial statements for one or more prior periods. Such errors include the effects of mathematical mistakes, mistakes in applying accounting policies, oversights or misinterpretations of facts, and fraud.

All prior period errors are adjusted in the financial period in which they are identified.

(k) 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.

(l) 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 2014

	2014	2013
	\$	\$
<b>NOTE 2 CASH</b>		
Cash on Hand	1,086	685
Cash at Bank	262,115	181,092
Cash on Deposit	1,070,564	1,210,742
	<u>1,333,765</u>	<u>1,392,519</u>

**NOTE 3 RECEIVABLES**

Accounts Receivable	78,770	23,544
Accrued Income	1,065	2,250
Prepayments	48,681	7,911
Amounts owing by States	19,657	-
Levies paid in advance	-	4
GST Input Taxes	18,859	25,527
	<u>167,032</u>	<u>59,236</u>

**NOTE 4 PROPERTY PLANT  
& EQUIPMENT**

Land & Buildings at cost	1,379,950	1,476,210
Less Accumulated Depreciation	(140,661)	(118,169)
	<u>1,239,289</u>	<u>1,358,041</u>
Office Furniture & Fittings at cost	94,027	94,027
Less Accumulated Depreciation	(74,398)	(67,745)
	<u>19,629</u>	<u>26,283</u>
Computer Equipment & Website at cost	119,234	95,736
Less Accumulated Depreciation	(70,841)	(50,744)
	<u>48,393</u>	<u>44,992</u>
Motor Vehicles at cost	83,569	82,815
Less Accumulated Depreciation	(39,825)	(46,874)
	<u>43,744</u>	<u>35,941</u>
Leasehold Improvements at cost	115,351	-
Less Accumulated Depreciation	(3,366)	-
	<u>111,984</u>	<u>-</u>
	<u>1,463,039</u>	<u>1,465,257</u>

**NOTE 5 OTHER RECEIVABLES**

Owed by Foundation	-	50,000
	<u>-</u>	<u>50,000</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 2014

	2014	2013
	\$	\$
<b>NOTE 6 ACCOUNTS PAYABLE</b>		
Accounts Payable	8,467	147,422
Levies Paid in Advance	221,691	-
Telstra Committee Member	166	3,421
GST Payable	32	-
	<u>230,356</u>	<u>150,843</u>
<b>NOTE 7 ACCRUALS</b>		
Accruals	21,229	16,357
Provision for Audit Fee	17,000	16,500
Provision for accounting	12,500	12,650
	<u>50,729</u>	<u>45,507</u>
<b>NOTE 8 CURRENT PROVISIONS</b>		
Provision for Annual Leave	56,440	45,665
Provision for Long Service Leave	64,824	46,485
	<u>121,264</u>	<u>92,150</u>
<b>NOTE 9 SPECIAL PURPOSE FUNDS</b>		
Assist a Student Grant	345,034	354,629
Special Overseas Projects	31,388	33,800
Requests to President	61,780	25,000
Twinning	15,840	-
Holdings for Transfer/Foundation Loan	11,987	-
Literacy Fund	38,316	38,316
	<u>504,345</u>	<u>451,745</u>
<b>NOTE 10 NON-CURRENT PROVISIONS</b>		
Long Service Leave	14,926	15,757
	<u>14,926</u>	<u>15,757</u>
<b>NOTE 11 CAPITAL FUNDS FOR FUTURE SOCIAL PROGRAMS</b>		
Opening Balance	2,211,012	1,814,612
Operating deficit for Year	(168,796)	396,400
	<u>2,042,216</u>	<u>2,211,012</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 2014

NOTE 12 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.

	2014 \$	2013 \$
OPERATING SURPLUS INCOME		
Interest Received	158,947	241,982
Donations	-	10,000
	<u>158,947</u>	<u>251,982</u>
EXPENSES	<u>65</u>	<u>65</u>
SURPLUS FOR THE YEAR	158,882	251,917
Less: Approved Project	27,500	54,000
Net Surplus	<u>131,382</u>	<u>197,917</u>
BALANCE SHEET AS AT 30 JUNE 2014		
ASSETS		
CURRENT ASSETS		
Fixed Term Deposits	4,654,061	4,584,702
Cheque Account	6,156	6,120
Other Debtors	11,987	-
	<u>4,672,204</u>	<u>4,590,822</u>
LIABILITIES		
Settled Sum	100	100
Creditor National Council	-	50,000
	<u>100</u>	<u>50,100</u>
NET ASSETS	<u>4,672,104</u>	<u>4,540,722</u>

Represented by Funds for future social programmes:

Balance brought forward	4,540,722	4,342,805
Surplus for the year	131,382	197,917
Balance of the funds at year end	<u>4,672,104</u>	<u>4,540,722</u>

ST VINCENT DE PAUL SOCIETY  
NATIONAL COUNCIL OF AUSTRALIA INC.

NOTE 13 EXPENDITURE	2014 \$	2013 \$
Accounting fee	13,140	25,545
Advertising	9,226	6,836
Annual Report	36,701	29,092
Archives	2,604	1,813
Auditor's Fee	17,500	17,600
Membership & Subscriptions Fees	8,445	5,744
Bank Charges	2,714	2,698
Cleaning	21,713	20,775
Computer Expenses	7,933	15,736
Conference Expenses	1,981	21,724
Consultancy Expenses	54,530	4,328
Depreciation	67,650	47,677
FBT Expenses/(writeback)	130	(66,271)
Grants - Councils	811,670	117,030
- Developing Countries	17,677	28,943
- Disaster Relief	190,400	111,468
IGC Contributions	475,221	411,004
Immersion Project	16,502	13,583
Insurance	24,154	13,054
Legal Fees	7,236	49,704
Meeting Expenses	63,176	74,222
MV Expenses	20,065	20,035
National Office Outgoings	15,485	18,286
National Projects	7,960	6,798
Office expenses & storage	12,292	9,989
Overseas Visitor Expenses	-	2,042
Postage & Freight	14,582	2,169
Policy Development	1,700	-
Professional Development & Recruitment	15,562	11,048
Professional Services	24,661	-
Provision for Leave Entitlements	28,284	4,469
Public Relations Expenses	7,280	11,031
Publications	26,277	62,754
"Record" Magazine	119,497	92,699
Repairs & Maintenance	19,881	10,019
Research Projects	10,000	25,000
Strategic Documents	-	12,812
Salaries & Wages	656,115	624,094
Security	2,890	2,410
Sponsorships	24,341	-
Subscriptions	13,658	10,197
Superannuation	62,113	52,198
Telephone	17,023	17,754
Travel Expenses	18,306	18,598
Website Expenses	33,544	39,690
National Secretary Expenses	8,457	13,541
National Treasurer Expenses	482	438
National President Expenses	37,181	58,306
National Vice President Expenses	26,796	15,092
NODC Expenses	40,424	27,595
Youth Team Expenses	89,443	97,680
Chief Executive Officer Expenses	11,808	7,123
Centres Committee Expenses	-	36,565
Working Groups Approved Budget	16,166	-
Advocacy & Research	4,662	2,615
Media Officer	3,028	-
Prior Year Adjustments	-	26,222
<b>Total EXPENSES</b>	<b>3,240,266</b>	<b>2,291,574</b>

ST VINCENT DE PAUL SOCIETY  
NATIONAL COUNCIL OF AUSTRALIA INC.

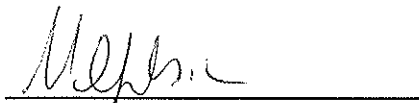
STATEMENT BY THE TREASURER

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 2014
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 2014
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:



Melissa Ljubic  
**Treasurer**

Dated this 9 day of November 2014

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF ST VINCENT DE PAUL SOCIETY  
NATIONAL COUNCIL OF AUSTRALIA INCORPORATED**

We have audited the accompanying financial statements, being special purpose financial statements, of St Vincent de Paul Society National Council of Australia Incorporated which comprise of the balance sheet as at 30 June 2014, and the statement of income and expenditure for the year ended on that date, a summary of significant accounting policies and other explanatory notes.

**The Responsibility of the National Council for the Financial Statements**

The National Council are responsible for the preparation and fair presentation of the financial statements and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial statements, are consistent with the reporting requirements of the Associations Incorporation Act (ACT) and the Australian Charities and Not-for-Profits Commission Act 2012 and are appropriate to meet the needs of the members. The National Council are also responsible for such internal control as they determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Association's preparation and fair presentation of the financial statements 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 Association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the National Council, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Auditor's Opinion**

In our opinion,

- (a) the financial statements of St Vincent de Paul Society National Council of Australia Incorporated are properly drawn up:
  - (i) so as to give a true and fair view of the assets and liabilities of the Association as at 30 June 2014, the income and expenditure of the Association for the financial year ended on that date and the other matters required by subsection 72(2) of the Associations Incorporation Act 1991 to be dealt with in the financial statements;
  - (ii) in accordance with the provisions of the Associations Incorporation Act and the Australian Charities and Not-for-Profits Commission Act 2012 (the Acts); and
  - (iii) in accordance with Australian Accounting Standards to the extent described in Note 1 and the Australian Charities and Not-for-Profits Commission Regulation 2013.
- (b) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit;
- (c) proper accounting records and other records have been kept by the Association as required by the Acts and are sufficient to enable a financial report to be prepared and audited; and
- (d) the audit was conducted in accordance with the rules of the Association.

## **Basis of Accounting**

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements have been prepared for distribution to members for the purpose of fulfilling St Vincent de Paul Society National Council of Australia Incorporated's financial reporting requirements under the Acts. The financial statements may not be suitable for another purpose.

**Duesburys Nexia**  
Canberra, October 2014

**G J Murphy**  
Partner