

***NORTHERN RIVERS SOCIAL DEVELOPMENT  
COUNCIL LTD***

***30 JUNE 2018***

***Financial Report***

18 October 2018

The Board of Directors  
Northern Rivers Social Development  
Council Ltd  
PO Box 5419  
EAST LISMORE NSW 2480

**REGISTERED  
COMPANY  
AUDITORS**

TW Graham  
BBus, CA, FFin

GJ Smith  
BBus, LLB, CA, Dip. FP

SI Trustum  
BBus, CA, Dip. FP

TL Kirkland  
BBus, CA

**SMSF  
AUDITORS**

GJ Smith  
BBus, LLB, CA, Dip. FP

SI Trustum  
BBus, CA, Dip. FP

T Bazzana  
BBus, CA, Dip. FP, AFP\*

**AUDITOR'S INDEPENDENCE DECLARATION**

This declaration is made in connection with our audit of the financial report of Northern Rivers Social Development Council Ltd for the year ended 30 June 2018 and in accordance with the provisions of the Australian Charities and Not-for-profits Commission Act 2012.

We declare that, to the best of our knowledge and belief, there have been no contraventions of any applicable Code of Professional Conduct in relation to this audit.

Yours faithfully,

wca audit & assurance services Pty Ltd  
Authorised Audit Company



Trevor W Graham  
Director

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**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	Note	2018 \$	2017 \$
Revenues from ordinary activities	(3)	39,661,527	25,889,000
Expenses from ordinary activities	(4)	(39,002,083)	(25,579,824)
<b>Profit/(Loss) from ordinary activities before income tax expense</b>		<b>659,444</b>	<b>309,176</b>
Income tax expense relating to ordinary activities	(1)	-	-
<b>Profit/(Loss) from ordinary activities after income tax expense</b>		<b>659,444</b>	<b>309,176</b>
<b>Other Comprehensive Income :</b>			
<b>Fair value gains: Available-for-sale Financial Assets</b>		<b>7,527</b>	<b>-</b>
<b>Total Comprehensive Income</b>		<b>666,971</b>	<b>309,176</b>

*To be read in conjunction with attached notes.*

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2018**

	Note	2018 \$	2017 \$
<b>CURRENT ASSETS</b>			
Cash & Cash Equivalents	(5)	9,318,791	4,210,204
Trade & Other Receivables	(6)	101,334	141,707
Other Assets	(7)	192,708	193,904
<b>TOTAL CURRENT ASSETS</b>		<b>9,612,833</b>	<b>4,545,815</b>
<b>NON-CURRENT ASSETS</b>			
Property, Plant & Equipment	(8)	151,933	310,690
Other Financial Assets	(9)	19,338	10,524
<b>TOTAL NON-CURRENT ASSETS</b>		<b>171,271</b>	<b>321,214</b>
<b>TOTAL ASSETS</b>		<b>9,784,104</b>	<b>4,867,029</b>
<b>CURRENT LIABILITIES</b>			
Trade & Other Payables	(10)	2,452,178	1,128,270
Provisions	(11)	856,571	618,264
Other Liabilities	(12)	3,709,989	1,480,252
<b>TOTAL CURRENT LIABILITIES</b>		<b>7,018,738</b>	<b>3,226,786</b>
<b>NON-CURRENT LIABILITIES</b>			
Provisions	(11)	76,632	50,735
Other Liabilities	(12)	432,255	-
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>508,887</b>	<b>50,735</b>
<b>TOTAL LIABILITIES</b>		<b>7,527,625</b>	<b>3,277,521</b>
<b>NET ASSETS</b>		<b>2,256,479</b>	<b>1,589,508</b>
<b>EQUITY</b>			
Retained Profits	(13)	2,248,952	1,589,508
Reserves	(14)	7,527	-
<b>TOTAL EQUITY</b>		<b>2,256,479</b>	<b>1,589,508</b>

*To be read in conjunction with attached notes.*

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**CASHFLOW STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	Note	2018 \$	2017 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Grants receipts in the course of operations		43,785,774	28,841,626
Other operating receipts		2,325,772	823,294
Cash payments in the course of operations		(41,206,983)	(27,304,986)
Interest received		151,030	99,689
<b>Net cash provided/(used) by operating activities(17ii)</b>		<b>5,055,593</b>	<b>2,459,623</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds on sale of property, plant and equipment		52,994	52,700
Payments for property, plant and equipment		-	(155,538)
<b>Net cash provided /(used) in investing activities</b>		<b>52,994</b>	<b>(102,838)</b>
<b>Total net increase/(decrease) in cash held</b>		<b>5,108,587</b>	<b>2,356,785</b>
<b>CASH AT THE BEGINNING OF THE FINANCIAL YEAR</b>		<b>4,210,204</b>	<b>1,853,419</b>
<b>CASH AT THE END OF THE FINANCIAL YEAR</b>	(17i)	<b>9,318,791</b>	<b>4,210,204</b>

To be read in conjunction with attached notes.

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	Note	2018 \$	2017 \$
Total Retained Earnings at the beginning of the year		1,589,508	1,280,332
Net profit/(loss) for the financial year	(13)	659,444	309,176
<b>Total retained earnings at the end of the year</b>		<u><b>2,248,952</b></u>	<u><b>1,589,508</b></u>
Increase in Reserves		<u>7,527</u>	<u>-</u>
<b>Total equity at the end of the financial year</b>		<u><b>2,256,479</b></u>	<u><b>1,589,508</b></u>

To be read in conjunction with attached notes.

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**(a) Basis of Preparation**

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and other authoritative pronouncements of the Australian Accounting Standards Board and the Australian Charities and Not-for-profits Commission Act 2012. The company satisfies the definition of a Tier 2 entity in accordance with Australian Accounting Standard AASB 1053, therefore the Australian Accounting Standards – Reduced Disclosure Requirements has been adopted.

The financial report has been prepared on an accruals basis and is based on historical costs and does 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.

**(b) Receivables & Revenue Recognition**

Trade debtors are recognised at the amount receivable as they are due for settlement no more than 30 days from the date of recognition. Collectability of trade debtors is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for doubtful debts is raised where the collection of the full amount of the debt is no longer probable.

Revenue is measured as the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, allowances and discounts given. Grants received from the government on the condition that specified services are delivered, or conditions are fulfilled, are considered reciprocal. Such grants are initially recognised as a liability and revenue is recognised as services are performed or conditions fulfilled.

## **NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**

### **NOTES TO THE FINANCIAL STATEMENTS**

#### **(c) Impairment of Assets**

Assets that are subject to depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which an asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's net selling price and its value in use which is based on the depreciated replacement cost of the asset.

#### **(d) Cash & Cash Equivalents**

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value.

#### **(e) Investments & Other Financial Assets**

The company classifies its investments in the following categories: loans and receivables and available-for-sale financial assets. Management determines the classification of its investments at initial recognition and re-evaluates this designation at each reporting date.

##### **- *Loans and Receivables***

Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the company provides money, goods or services directly to a debtor with no intention of selling the receivable. They are included in current assets as receivables in the balance sheet.

##### **- *Available-for-sale financial assets***

Are non-derivative financial assets that are either designated as available-for-sale or are not classified as financial assets at fair value through profit and loss, held-to-maturity investments or loans and receivables.

Available-for-sale financial assets are carried at fair value. Loans and receivables are carried at amortised cost using the effective interest method. Movements in the fair value of available-for-sale financial assets are recorded in the asset revaluation reserve.

#### **(f) Property, Plant & Equipment**

Property, plant and equipment are carried at cost, less, where applicable, any accumulated depreciation or amortisation. The carrying amount of property, plant and equipment is reviewed annually by the Board to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of depreciated replacement cost.



**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

Depreciation is provided on plant and equipment so as to write off the assets progressively over their estimated remaining useful lives from the time the asset is held ready for use. Both the prime cost method and diminishing value method of calculating depreciation are applied to property, plant and equipment.

The following indicates the typical rates of depreciation used for property, plant and equipment and on which depreciation charges are based:

Plant & Equipment	- 5 to 20% Prime Cost
Motor Vehicles	- 20 % Prime Cost

**(g) Employee Benefits**

***Short-Term Employee Benefits***

Liabilities for wages and salaries and annual leave that are expected to be paid within 12 months of the reporting date are recognised in respect of employee service up to the reporting date, and are measured at the amounts expected to be paid on settlement.

***Long Service Leave***

Liability for long service leave is recognised based upon employee service up to the reporting date. It is measured at the present value of expected future payments relating to past service, using corporate bond rates current at balance date.

***Superannuation***

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

**(h) Trade & Other Payables**

These amounts represent liabilities for goods and services provided to the entity prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

**(i) Income Tax**

The company has been granted exemption from income tax under the Income Tax Assessment Act.

**(j) Other Liabilities**

These amounts represent grant funding that has been received in advance of the period to which it relates. Grant income is brought to account when the company gains control of the revenue in accordance with the conditions of the funding agreement.

Grants received on the condition that specified services are delivered, or conditions are fulfilled, are considered reciprocal. Such grants are initially recognised as a liability and revenue is recognised as services are performed or conditions fulfilled.

**(k) Leases**

Leases of plant & equipment where substantially all the risks and benefits incidental to the ownership of the asset 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 on a straight-line basis over the shorter of their estimated useful lives or the lease term.

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.

**(l) Goods & 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 GST.

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

**(m) New Accounting Standards for Application in Future Periods**

The AASB has issued new, revised and amended standards that have mandatory application dates for future reporting periods. The company has decided against early adoption of these standards. The following standard is relevant to the company:

AASB 116: Leases (applicable for the company from the year ending 30 June 2020). This standard will replace the classification of the company's property and motor vehicle leases as operating leases and the leases will be accounted for as follows:

- recognition of a right-to-use asset and liability for all leases longer than 12 months;
- depreciation of the right-to-use asset and unwinding of the liability in principal and interest components.

The transitional provisions of AASB 116 allow the company to retrospectively apply the standard to comparatives (30 June 2019) or recognise the effect as an adjustment to opening equity on date of application (at 1 July 2019).

No other new accounting standards are expected to have a material effect on the company's financial statements as a result of assessments to date.

**2. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**Critical Accounting Estimates & Judgements**

The Board evaluate estimates and judgements incorporated in the financial report 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 from within the company.

**Key estimates – Impairment**

The company assesses impairment at each reporting date by evaluating conditions specific to the company that may lead to the impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined.

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b>3. REVENUES FROM ORDINARY ACTIVITIES</b>		
Grants	37,385,256	25,064,305
Operating	686,763	477,108
Funding Partners	1,271,730	104,828
Other Income	317,778	242,759
	<u><b>39,661,527</b></u>	<u><b>25,889,000</b></u>
<b>4. EXPENSES FROM ORDINARY ACTIVITIES</b>		
Administration	1,140,340	1,063,806
Auditors remuneration	27,500	25,000
Auditors remuneration – other services	5,245	5,755
Advertising & promotion	201,196	64,605
Brokerage	422,397	324,977
Consultants	663,343	291,620
Cost of sales - training/conferences	31,270	48,211
Depreciation	98,922	128,255
Employee costs	17,032,166	9,379,112
Equipment	401,101	262,663
IT Support & maintenance	364,891	281,318
Motor vehicles	667,441	244,564
Premises	1,238,373	629,905
Funding partners	16,093,237	12,355,029
Training & development	260,767	193,959
Telephone/fax	353,894	281,245
	<u><b>39,002,083</b></u>	<u><b>25,579,824</b></u>
<b>5. CASH &amp; CASH EQUIVALENTS</b>		
Cash on Hand	2,610	2,001
Cash at Bank	9,316,181	4,208,203
	<u><b>9,318,791</b></u>	<u><b>4,210,204</b></u>
	=====	=====

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

	2018 \$	2017 \$
<b>6. TRADE &amp; OTHER RECEIVABLES</b>		
Trade Debtors	42,380	60,139
Accrued Income	58,954	81,568
	<u>101,334</u>	<u>141,707</u>
	=====	=====
<b>7. OTHER ASSETS</b>		
<b>Current</b>		
Prepayments	74,577	23,912
Other	118,131	83,541
GST Receivable	-	86,451
	<u>192,708</u>	<u>193,904</u>
	=====	=====
<b>8. PROPERTY, PLANT &amp; EQUIPMENT</b>		
Plant & Equipment at Cost	9,410	95,763
Accumulated Depreciation	(6,580)	(53,090)
	<u>2,830</u>	<u>42,673</u>
	=====	=====
Motor Vehicles at Cost	462,595	574,324
Accumulated Depreciation	(313,492)	(306,307)
	<u>149,103</u>	<u>268,017</u>
	<u>151,933</u>	<u>310,690</u>
	=====	=====

**a) Movement in Carrying Amounts**

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

	Plant & Equipment \$	Motor Vehicles \$	Total \$
Balance at beginning of year	42,673	268,017	310,690
Additions	-	-	-
Disposals	(30,762)	(29,073)	(59,835)
Depreciation	(9,081)	(89,841)	(98,922)
<b>End of Year Carrying Amount</b>	<u>2,830</u>	<u>149,103</u>	<u>151,933</u>

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

	2018 \$	2017 \$
<b>9. FINANCIAL ASSETS</b>		
<b>Non-current: <i>Available-for-sale</i></b>		
Shares in listed entity (IAG)	19,338	10,524
	<u>19,338</u>	<u>10,524</u>
	=====	=====
<b>10. TRADE &amp; OTHER PAYABLES</b>		
<b>Unsecured Liabilities</b>		
Trade creditors	268,638	205,546
Accrued expenses	1,360,271	731,627
Payable : funding partners	792,825	190,990
GST payable	30,444	-
	<u>2,452,178</u>	<u>1,128,163</u>
	=====	=====
<b>11. PROVISIONS</b>		
<b>Current</b>		
Provision for Annual Leave	751,508	520,769
Provision for Long Service Leave	105,063	97,495
	<u>856,571</u>	<u>618,264</u>
	=====	=====
<b>Non-Current</b>		
Provision for Long Service Leave	76,632	50,735
	<u>76,632</u>	<u>50,735</u>
	=====	=====
	<u>933,203</u>	<u>668,999</u>
	=====	=====

The movement in Provision for employee benefits during the year was as follows:

Opening balance	668,999	464,483
Amounts provided for	1,375,391	807,720
Less :leave paid out	(1,111,187)	(603,204)
	<u>933,203</u>	<u>668,999</u>
	=====	=====
Closing Balance	<u>933,203</u>	<u>668,999</u>
	=====	=====

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

	2018 \$	2017 \$
<b>12. OTHER LIABILITIES</b>		
<b>Current</b>		
Grants Received in Advance	2,950,746	825,812
Grants Received in Advance – LAC	759,243	654,440
	<u>3,709,989</u>	<u>1,480,252</u>
<b>Non- current</b>	<u>=====</u>	<u>=====</u>
Grants Received in Advance	432,255	-
	<u>432,255</u>	<u>-</u>
	<u>=====</u>	<u>=====</u>
<b>13. RETAINED PROFITS</b>		
Retained Profits at the beginning of the financial year	1,589,508	1,280,332
Net Profit/(Loss)	<u>659,444</u>	<u>309,176</u>
	<u>=====</u>	<u>=====</u>
<b>Retained Profits at the end of the     financial year</b>	<b><u>2,248,952</u></b>	<b><u>1,589,508</u></b>
	<u>=====</u>	<u>=====</u>
<b>14. ASSET REVALUATION RESERVE</b>		
Reserve at the beginning of the financial year		-
Fair value gains Available-For-Sale financial assets	7,527	-
	<u>7,527</u>	<u>-</u>
<b>Reserve at the end of the     financial year</b>	<b><u>7,527</u></b>	<b><u>-</u></b>
	<u>=====</u>	<u>=====</u>
<b>15. COMPANY DETAILS</b>		

The principal place of business of the company is 16 Keen St Lismore.

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

**16. KEY MANAGEMENT PERSONNEL**

**Directors**

**The following Directors held office during the year:**

Karen Hazan (Acting Chair)  
 Leanne Coventry (Acting Deputy Chair)  
 Keith Sloan (Chair Finance Committee)  
 Orit Ben-Harush  
 Penny Cox (Appointed 13 December 2017)  
 Margarita Escartin (Appointed 13 December 2017)  
 Kirstie McLean (Appointed 13 December 2017)  
 Nick Freeburn (Resigned 29 November 2017)  
 Deborah Stafford (Resigned 13 December 2017)  
 Kellie Shields (Resigned 4 February 2018)  
 Roy Thompson (Appointed 13 December 2017, resigned 7 March 2018)  
 Peter Kibble (Appointed 13 December 2017, resigned 23 June 2018)

**Company Secretary**

Leanne Coventry  
 Michael Carter  
 Katrina Luckie

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>

**Other Key Management Personnel**

This consists of the CEO and the various Executive Team.

**Key Management Personnel Compensation**

Short term and post-employment benefits	764,522	704,651
	764,522	704,651
	764,522	704,651

**Other Related Party Transactions**

From time to time board members of the company, or board member-related entities, may purchase/supply goods or services from/to the company. These purchases/supplies are on the same terms and conditions as those entered into by other company employees, customers or suppliers.



**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

**17. NOTES TO THE CASH FLOW STATEMENT**

**(i) RECONCILIATION OF CASH**

For the purposes of the Cash Flow Statement, cash includes cash on hand and at bank and short term deposits at call, net of outstanding bank overdrafts. Cash as at the end of the financial year as shown in the Cash Flow Statement is reconciled to the related items in the balance sheet as follows:

		<b>2018</b>	<b>2017</b>
		<b>\$</b>	<b>\$</b>
Cash on Hand	(5)	2,610	2,001
Cash at Bank	(5)	9,316,181	4,208,203
		<u><b>9,318,791</b></u>	<u><b>4,210,204</b></u>
		<b>=====</b>	<b>=====</b>

**(ii) RECONCILIATION OF CASH FLOW FROM OPERATIONS WITH OPERATING PROFIT/(LOSS) AFTER INCOME TAX**

<b>Operating Profit/(Loss) after income tax</b>	659,444	309,176
<b>Add/(Less) Non-Cash Items:</b>		
Amounts set aside to provisions	264,204	204,516
Depreciation	98,922	128,255
(Profit)/Loss on sale of Non-Current Assets	6,841	(1,934)
Dividend income	(1,289)	-
	<u>-----</u>	<u>-----</u>
<b>Net Cash provided by Operating Activities before changes in Assets and Liabilities</b>	<b>1,028,122</b>	<b>640,013</b>
<b>Changes in Assets &amp; Liabilities:</b>		
(Increase)/Decrease in other assets	(85,255)	(6,434)
(Increase)/Decrease in receivables	40,374	106,656
(Decrease)/Increase in payables	1,293,464	363,456
(Decrease)/Increase in other liabilities	2,661,992	1,316,802
Decrease/(Increase) in GST receivable	116,896	39,130
	<u>-----</u>	<u>-----</u>
<b>Net Cash Provided by Operating Activities</b>	<b>5,055,593</b>	<b>2,459,623</b>
	<b>=====</b>	<b>=====</b>

**(iii) NON-CASH FINANCING ACTIVITIES**

**Property, Plant and Equipment**

There were no non-cash financing or investing activities during the year (2017: nil).

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

**18. COMMITMENTS FOR EXPENDITURE**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b>a) Operating Lease Commitments – Office Leases</b>		
Payable - 0 to 1 year	952,263	679,528
Payable - 1 to 5 years	778,824	622,436
	-----	-----
	<b>1,731,087</b>	<b>1,301,964</b>
	=====	=====
 <b>b) Operating Lease Commitments – Motor Vehicles</b>		
Payable - 0 to 1 year	279,041	416,545
Payable - 1 to 5 years	86,852	355,328
	-----	-----
	<b>365,893</b>	<b>771,873</b>
	=====	=====

**19. EVENTS OCCURRING AFTER BALANCE DATE**

There were no events subsequent to balance date which may require adjustment to or disclosure in the financial statements.

The Board of Directors of the company have authorised the issue of this financial report on 18 October 2018.

**NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD**  
**DIRECTORS DECLARATION**

In the opinion of the Directors of the company:-

- a) the financial statements and notes for the financial year ended 30 June 2018 comply with the accounting standards; and
- b) the financial statements and notes for the financial year ended 30 June 2018 give a true and fair view of the financial position and performance of the company; and
- c) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and
- d) the financial statements and notes for the financial year ended 30 June 2018 are in accordance with the Australian Charities and Not-for-profits Commission Act 2012.

This declaration is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the Directors by:

 ..... – Chairperson

 ..... – Director

Dated at Lismore – 18 October 2018

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD

### Opinion

We have audited the financial report of Northern Rivers Social Development Council Ltd (the Company), which comprises the statement of financial position as at 30 June 2018, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Northern Rivers Social Development Council Ltd, is in accordance with the Australian Charities and Not-for-profits Commission Act 2012, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2018 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards-Reduced Disclosure Requirements and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* 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.

### Other Information

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2018 but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

#### REGISTERED COMPANY AUDITORS

TW Graham  
BBus, CA, FFin

GJ Smith  
BBus, LLB, CA, Dip. FP

SI Trustum  
BBus, CA, Dip. FP

TL Kirkland  
BBus, CA

#### SMSF AUDITORS

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## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NORTHERN RIVERS SOCIAL DEVELOPMENT COUNCIL LTD (CONTD)

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards-Reduced Disclosure Requirements and the Australian Charities and Not-for-profits Commission Act 2012 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

### Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

[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/Home.aspx>. This description forms part of our auditor's report.]

wca audit & assurance services Pty Ltd  
Authorised Audit Company



Trevor W Graham  
Director

Dated: 18 October 2018

#### REGISTERED COMPANY AUDITORS

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BBus, CA, FFin

GJ Smith  
BBus, LLB, CA, Dip. FP

SI Trustum  
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