

Disability Justice Advocacy Inc

ABN 95 702 434 250

Financial Statements

For the year ended 30 June 2018

Disability Justice Advocacy Inc
ABN 95 702 434 250

Contents

<u>Board's Report</u>	<u>3</u>
<u>Income and Expenditure Statement</u>	<u>4</u>
<u>Statement of Financial Position</u>	<u>5</u>
<u>Statement of Cash Flows</u>	<u>6</u>
<u>Notes to the Financial Statements</u>	<u>9</u>
<u>Statement by Members of the Board</u>	<u>14</u>
<u>Independent Auditor's Report to the Members</u>	<u>15</u>
<u>Certificate by Member of the Board</u>	<u>17</u>

Disability Justice Advocacy Inc
ABN 95 702 434 250
Board's Report
For the year ended 30 June 2018

Your board members submit the financial accounts of the Disability Justice Advocacy Inc for the financial year ended 30 June 2018.

Board Members

The names of board members at the date of this report are:

Philip Barnes
 Emilio Savle
 Ben Corcoran
 James Clooney
 Geoff Steer
 Paul Creswick

Principal Activities

The principal activities of the association during the financial year were: to provide advocacy and NDIS Appeals support to people with disabilities.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The profit from ordinary activities after providing for income tax amounted to

Year ended 30 June 2018	Year ended 30 June 2017
\$	\$
2,070	26,642

Signed in accordance with a resolution of the Members of the Board on:

Philip Barnes

Emilio Savle

Disability Justice Advocacy Inc
ABN 95 702 434 250
Income and Expenditure Statement
For the year ended 30 June 2018

	2018	2017
	\$	\$
Income		
Interest received	2,206	2,008
Operational Grants	324,244	309,497
Grant - NDIS Appeals	141,334	1,707
Donations	2,120	8,000
Total income	469,904	321,211
Expenses		
Administration expenses	51,448	28,411
Audit fees	1,433	1,538
Board of Management Expenses	8,713	4,805
Communication expenses	9,562	9,743
Depreciation - other	1,770	3,354
Employment expenses	355,668	206,002
Facilities and equipment	2,267	1,495
Rent	27,241	26,177
Building expenses	3,030	3,455
Travel, accom & conference	6,702	9,589
Total expenses	467,834	294,569
Surplus from ordinary activities before income tax	2,070	26,642
Income tax revenue relating to ordinary activities	-	-
Surplus from ordinary activities after income tax	2,070	26,642
Prior year grants repaid	(16,633)	-
Net surplus(loss) attributable to the association	(14,563)	26,642
Total changes in equity of the association	(14,563)	26,642
Opening retained earnings	63,277	36,634
Net surplus (loss) attributable to the association	(14,563)	26,642
Closing retained earnings	48,714	63,277

The accompanying notes form part of these financial statements.

Disability Justice Advocacy Inc
ABN 95 702 434 250
Statement of Financial Position as at 30 June 2018

	Note	2018 \$	2017 \$
Assets			
Current Assets			
Cash assets	<u>2</u>	168,070	162,758
Current tax assets	<u>4</u>	2,598	1,154
Other	<u>5</u>	77,449	75,642
Total Current Assets		248,117	239,554
Non-Current Assets			
Other financial assets	<u>3</u>	4,300	4,300
Property, plant and equipment	<u>6</u>	1,070	3,713
Total Non-Current Assets		5,370	8,013
Total Assets		253,487	247,567
Liabilities			
Current Liabilities			
Payables	<u>7</u>	13,956	8,182
Provisions	<u>8</u>	56,458	40,815
Other	<u>9</u>	134,359	135,293
Total Current Liabilities		204,773	184,290
Total Liabilities		204,773	184,290
Net Assets		48,714	63,277
Members' Funds			
Retained earnings		48,714	63,277
Total Members' Funds		48,714	63,277

The accompanying notes form part of these financial statements.

Disability Justice Advocacy Inc
ABN 95 702 434 250
Statement of Cash Flows
For the year ended 30 June 2018

	2018	2017
	\$	\$
Cash Flow From Operating Activities		
Receipts from grants and others	467,698	319,203
Payments to Suppliers and employees	(446,234)	(161,921)
Interest received	2,206	2,008
Net cash provided by (used in) operating activities (note 2)	23,670	159,290
Cash Flow From Significant Items		
Net cash provided by (used in) significant item (note 3)	(16,633)	-
Cash Flow From Investing Activities		
Payment for:		
Payments for property, plant and equipment	182	-
Net cash provided by (used in) investing activities	182	-
Net increase (decrease) in cash held	7,219	159,290
Cash at the beginning of the year	235,662	76,372
Cash at the end of the year (note 1)	242,881	235,662

Disability Justice Advocacy Inc
ABN 95 702 434 250
Statement of Cash Flows
For the year ended 30 June 2018

2018

2017

Note 1. Reconciliation Of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.

Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash At Bank	167,870	162,558
Cash on hand	200	200
Short term deposits	74,811	72,904
	<u>242,881</u>	<u>235,662</u>

Note 2. Reconciliation Of Net Cash Provided By/Used In Operating Activities To Net Profit

Operating profit (loss) after tax	2,070	26,642
Depreciation	1,770	3,354
Loss on disposal of fixed assets	690	-
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
(Increase) decrease in prepayments	100	(299)
Increase (decrease) in trade creditors and accruals	3,724	(8,131)
Increase (decrease) in other creditors	1,116	136,939
Increase (decrease) in employee entitlements	15,644	(152)
Increase (decrease) in sundry provisions	(1,444)	937
Net cash provided by operating activities	<u>23,670</u>	<u>159,290</u>

Note 3. Reconciliation Of Net Cash Provided By (Used In) Significant Item To Significant Item After Income Tax

Surplus (loss) on significant items	(16,633)	-
(Increase) decrease in income tax payable	-	-
Net cash provided by (used in) significant item	<u>(16,633)</u>	<u>-</u>

Disability Justice Advocacy Inc
ABN 95 702 434 250
Notes to the Financial Statements
For the year ended 30 June 2018

Note 1: Summary of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Reform Act 2012 and the Australian Charities and Not-for-profits Commission Act 2012. The board has determined that the association is not a reporting entity.

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 specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

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

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

(b) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

(c) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

(d) 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.

(e) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Disability Justice Advocacy Inc
ABN 95 702 434 250
Notes to the Financial Statements
For the year ended 30 June 2018

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

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

(f) Leases

Leases of PPE, 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 that 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 period in which they are incurred.

(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 Tax 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 assets and liabilities statement are shown inclusive of GST.

(h) Investments

Investments held are originally recognised at cost, which includes transaction costs. They are subsequently measured at fair value which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

(i) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(j) Income Tax

The Association is a Public Benevolent Institution and is exempt from Australian Income Tax. It is endorsed as a Deductible Gift Recipient and donations of \$2 or more are tax deductible.

Disability Justice Advocacy Inc
ABN 95 702 434 250
Notes to the Financial Statements
For the year ended 30 June 2018

	2018	2017
Note 2: Cash assets		
Bank accounts:		
- Cash At Bank	167,870	162,558
Other cash items:		
- Cash on hand	200	200
	168,070	162,758
 Note 3: Other Financial Assets		
Non-Current		
Other investments		
- Other investments	4,300	4,300
	4,300	4,300
	4,300	4,300
 Note 4: Tax Assets		
Current		
Input tax credit	2,598	1,154
	2,598	1,154
 Note 5: Other Assets		
Current		
Short term deposits	74,811	72,904
Prepayments	2,638	2,738
	77,449	75,642

Disability Justice Advocacy Inc
ABN 95 702 434 250
Notes to the Financial Statements
For the year ended 30 June 2018

	2018	2017
Note 6: Property, Plant and Equipment		
Leasehold improvements:		
- At cost	31,835	31,835
- Less: Accumulated depreciation	(31,470)	(29,939)
	365	1,896
Motor vehicles:		
- At cost	7,000	13,500
- Less: Accumulated depreciation	(6,295)	(11,683)
	705	1,817
	1,070	3,713

Note 7: Payables

Unsecured:		
- Trade creditors	4,645	921
- Other creditors	9,311	7,261
	13,956	8,182
	13,956	8,182

Note 8: Provisions

Current

Employee entitlements*	56,458	40,815
	56,458	40,815

* Aggregate employee entitlements liability	56,458	40,815
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There were 9 employees at the end of the year

Disability Justice Advocacy Inc
ABN 95 702 434 250
Notes to the Financial Statements
For the year ended 30 June 2018

2018

2017

Note 9: Other Liabilities**Current**

Grants In Advance - NDIS	<u>134,359</u>	<u>135,293</u>
	<u>134,359</u>	<u>135,293</u>

Note 10: Capital and Leasing Commitments

Operating lease expenditure contracted for at balance date that is not cancellable and is not provided for in the accounts:

Payable:

No later than one year	<u>28,331</u>	<u>6,810</u>
	<u>28,331</u>	<u>6,810</u>

Disability Justice Advocacy Inc
ABN 95 702 434 250
Statement by Members of the Board
For the year ended 30 June 2018

The board has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Board the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of Disability Justice Advocacy Inc as at 30 June 2018 and its performance for the year ended on that date.
2. 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 board and is signed for and on behalf of the board by:

Philip Barnes
Chairperson

Emilio Savle
Treasurer

Disability Justice Advocacy Inc
ABN 95 702 434 250
Independent Auditor's Report to the Members

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Disability Justice Advocacy Inc (the association), which comprises the Statement by Members of the Board, Income and Expenditure Statement, Statement of Financial Position as at 30 June 2018, a summary of significant accounting policies and the certification by members of the board on the annual statements giving a true and fair view of the financial position and performance of the association.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the association as at 30 June 2018 and [of] its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, the Australian Charities and Not-for-profits Commission Act 2012 and the requirements of the Associations Incorporation Reform Act 2012.

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 association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our 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 to assist the association to meet the requirements of Associations Incorporation Reform Act 2012 and the Australian Charities and Not-for-profits Commission Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Board for the Financial Report

The board is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Reform Act 2012, the Australian Charities and Not-for-profits Commission Act 2012 and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the board is responsible for assessing the association'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 board either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

Disability Justice Advocacy Inc
ABN 95 702 434 250

Independent Auditor's Report to the Members

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.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Signed on :

ASSUR PTY LTD
Authorised Audit Company Number: 453122
Chartered Accountant

Anthony Ager
Director - Audit & Assurance
Chartered Accountant

Disability Justice Advocacy Inc
ABN 95 702 434 250
Certificate by Member of the Board
For the year ended 30 June 2018

I, Philip Barnes, and I, Emilio Savle certify that:

- a. We attended the annual general meeting of the association held on
- b. The financial statements for the year ended 30 June 2018 were submitted to the members of the association at its annual general meeting.

Dated

Philip Barnes
Board Member

Emilio Savle
Board Member