

Prisoners' Aid Association of New South Wales Inc

ABN 25 756 574 465

Financial Statements

For the year ended 30 June 2024

Prisoners' Aid Association of New South Wales Inc

Officers' report

30 June 2024

The officers present their report, together with the financial statements, on the incorporated association for the year ended 30 June 2024.

Officers

The following persons were officers of the incorporated association during the whole of the financial year and up to the date of this report, unless otherwise stated:

Tim Laporte (resigned from Chair August 2024)

Margaret Anderson (resigned February 2024)

Tanya McCabe (appointed Chair August 2024)

Lauren Osbich

Frank Burke

Committee members

The following persons were committee members of the incorporated association during the whole of the financial year and up to the date of this report, unless otherwise stated:

Albert Eichholzer (resigned June 2024)

Sue Hogan

Tina McPhee (appointed December 2023)

Objectives

The objective of the incorporated association is to provide quality services to both people held in NSW correctional centres and those returning to the community.

Provision of quality services will result in enhancing the opportunities for people returning to the community to not re-offend.

Strategy for achieving the objectives

The incorporated association currently provides property services (Mates Storage) under our Inmate Property Services contract with the Department of Communities and Justice, we provide work readiness training and work experience through our Mates on the Move social enterprise and provide life skills, education and training through our Mates for Life education program.

Principal activities

During the financial year the Association conducted 3 principal activities:

Inmate Property Services (Mates Storage) - collection, storage and return of property for inmates held in New South Wales correctional centres.

Mates on the Move - A social enterprise providing people returning to the community with training, qualifications and work experience.

Mates for Life - life skills, education and training education program

The fundraising activities of the incorporated association are critical to sustainability of our services.

Performance measures

The incorporated association measures its performance in terms of services provided to its client group and its ability to sustain and scale these services with the support of fundraising activities.

On behalf of the officers



Tanya McCabe
President
30 November 2024
Sydney

Prisoners' Aid Association of New South Wales Inc
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For the year ended 30 June 2024

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PRISONERS' AID ASSOCIATION OF NEW SOUTH WALES INC
ABN: 25 756 574 465

AUDITOR'S INDEPENDENCE DECLARATION

FOR THE YEAR ENDED 30 JUNE 2024

We declare that, to the best of our knowledge and belief, during the year ended 30 June 2024 there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Australian Charities and Not-For-Profits Commission Act 2012*; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

National Audits Group Pty Ltd
Authorised Audit Company



Danielle Nye
Director

Dated 2 December 2024

Wagga Wagga

Prisoners' Aid Association of New South Wales Inc
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2024

	Note	2024 \$	2023 \$
Revenue and Other Income	4	1,271,345	884,133
Less: Expenses			
Recycling costs		75,333	99,640
Employment costs		803,452	510,163
Consulting		134,189	102,131
Vehicle costs	5	101,580	77,980
Other overheads	5	97,986	110,248
Occupancy costs	5	84,404	-
Surplus / (Deficit) before income tax expense		(25,599)	(16,028)
Income tax expense	2(b)	-	-
Surplus / (Deficit) after income tax expense for the year		(25,599)	(16,028)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income/(loss) for the year		(25,599)	(16,028)
		=====	=====

The above statement should be read in conjunction with the accompanying notes to the financial statements.

Prisoners' Aid Association of New South Wales Inc
Statement of Financial Position
As at 30 June 2024

	Note	2024 \$	2023 \$
Assets			
Current Assets			
Cash at bank		213,616	120,652
Trade receivables	6	193,128	533,978
Other assets	7	16,747	-
		-----	-----
Total current assets		423,492	654,629
		-----	-----
Non-current Assets			
Shares in IAG		3,893	3,893
Property, plant and equipment		23,765	2,625
Right of use asset	8	243,776	-
Other assets	7	50,417	-
		-----	-----
Total non-current assets		321,851	6,518
		-----	-----
Total assets		745,343	661,147
		-----	-----
Liabilities			
Current liabilities			
Trade and other payables	8	207,243	76,793
Employee benefits	9	50,862	35,912
Contract liabilities	10	165,000	450,000
Lease liability	11	112,681	-
		-----	-----
Total current liabilities		535,786	562,705
		-----	-----
Non-current Liabilities			
Lease liability	11	136,716	-
		-----	-----
Total non-current liabilities		136,716	-
		-----	-----
Total Liabilities		672,502	562,705
		-----	-----
Net Assets		72,841	98,442
		=====	=====
Equity			
Retained earnings		72,841	98,442
Total Equity		72,841	98,442
		=====	=====

The above statement should be read in conjunction with the accompanying notes to the financial statements.

Prisoners' Aid Association of New South Wales Inc
Statement of Changes in Equity
For the year ended 30 June 2024

	Retained Earnings \$	Total equity \$
Balance at 1 July 2022	114,468	114,468
Deficit after income tax expense for the year	(16,028)	(16,028)
	-----	-----
Total comprehensive income for the year	98,440	98,440
	-----	-----
Balance at 30 June 2023	98,440	98,440
	=====	=====
	Retained Earnings \$	Total equity \$
	\$	\$
Balance at 1 July 2023	98,440	98,440
Deficit after income tax expense for the year	(25,599)	(25,599)
	-----	-----
Total comprehensive income for the year	72,841	72,841
	-----	-----
Balance at 30 June 2024	72,841	72,841
	=====	=====

The above statement should be read in conjunction with the accompanying notes to the financial statements.

Prisoners' Aid Association of New South Wales Inc
Statement of Cash Flows
For the year ended 30 June 2024

	2024	2023
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	480,681	410,933
Receipts from government funding	298,794	279,811
Receipts from grants and donations	526,506	144,681
Payments to suppliers and employees:	(1,195,780)	(1,026,880)
Interest received	4,466	1,258
	-----	-----
Net cash provided by / (used in) operating activities	114,667	(190,197)
	-----	-----
CASH FLOWS FROM INVESTING ACTIVITIES:		
Payments for acquiring property, plant and equipment	(21,702)	-
	-----	-----
Net cash provided by / (used in) investing activities	(21,702)	-
	-----	-----
Net increase / (decrease) in cash and cash equivalents held	92,965	(190,197)
Cash and cash equivalents at the beginning of the financial year	120,652	310,848
	-----	-----
Cash and cash equivalents at the end of the financial year	213,616	120,652
	=====	=====

The above statement should be read in conjunction with the accompanying notes to the financial statements.

Prisoners' Aid Association of New South Wales Inc

Notes to the Financial Statements

For the year ended 30 June 2024

The financial statements cover Prisoners' Aid Association of New South Wales Inc as an individual entity. Prisoners' Aid Association of New South Wales Inc is a not-for-profit Association incorporated in New South Wales and is registered with the Australian Charities and Not-for-Profits Commission. The functional and presentation currency of Prisoners Aid Association of New South Wales Inc is Australian dollars (\$AUD) and all amounts have been rounded to the nearest dollar.

1. Basis of preparation

In the responsible persons' opinion, the incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012. The responsible persons have determined that the accounting policies adopted are appropriate to meet the needs of the members of Prisoners' Aid Association of New South Wales Inc.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities.

The financial statements have been prepared on an accrual basis and are based on historical costs.

Comparatives are consistent with prior years, unless otherwise stated elsewhere in the financial statements.

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

The association has adopted the amendments to AASB 101 Presentation of Financial Statements which require only the disclosure of material accounting policy information rather than significant accounting policies, and therefore, policy information which does not satisfy one of the following requirements has been removed from the financial statements:

- Relates to change in accounting policy;
- Policy has been developed in the absence of an explicit accounting standard requirement;
- Documents an accounting policy choice;
- Relates to an area of significant judgement or estimation; and
- Relates to a complex transaction and is required to explain treatment of the user.

2. Summary of Material Accounting Policies

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

a. Revenue recognition

The incorporated association recognises revenue as follows:

Services

Revenue from rendering services is recognised upon the performance of the service at which point the invoices are raised to customers. Any service revenue which relates to future services is taken up as a liability in the Statement of Financial Position and recognised as revenue at a future date.

Prisoners' Aid Association of New South Wales Inc

Notes to the Financial Statements

For the year ended 30 June 2024

Grants

Where grant income arises from an agreement which is enforceable and contains sufficiently specific performance obligations then the revenue is recognized when control of each performance obligation is satisfied. Grant income which is yet to have its performance obligations satisfied is recognised as a contract liability in the statement of financial position.

Grant income arising from non-enforceable contracts or those without sufficiently specific performance obligations is recognised on receipt unless it related to capital grants which meet certain criteria.

Other revenue

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

b. Income Tax

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

c. Financial Instruments

Financial assets

Trade debtors are classified as financial assets measured at amortised cost. They are initially recognised at fair value and subsequently measured using the effective interest method, less any provision for expected credit losses (ECL).

The ECL model is used to assess impairment, considering historical loss rates, current conditions, and forward-looking information. Expected credit losses are recognised in profit or loss when identified.

Financial liabilities

Trade creditors and accruals are classified as financial liabilities measured at amortised cost. They are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method.

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

d. Property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Motor vehicles	5-7 years
Office equipment	3-5 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the incorporated association. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Prisoners' Aid Association of New South Wales Inc

Notes to the Financial Statements

For the year ended 30 June 2024

e. Leases

At inception of a contract, the Incorporated association assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

The incorporated association as a lessee

The Incorporated association has leases over a range of assets, including premises comprising office, warehouse and storage space. Information relating to the leases in place and associated balances and transactions are provided below.

Terms and conditions of leases

The incorporated association is party to a lease over Suite 1, Unit 10, 5-29 Bridge Road, Stanmore. Lease term is three years and is typically paid monthly in advance. The incorporated association is unable to utilise the exceptions to lease accounting and have therefore, recognised right-of-use assets and lease liabilities in this regard.

f. Economic Dependence

The Funding Agreement with the Department of Justice Corrective Services (NSW) will expire on 30 June 2025.

3. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires the responsible persons' to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results.

Grant income – AASB 1058 and AASB 15 application

Judgement is required to determine whether grant income falls under AASB 1058 Income of Not-for-Profit Entities or AASB 15 Revenue from Contracts with Customers. This depends on whether the grant includes enforceable performance obligations with sufficiently specific criteria.

Grant income – revenue recognition for performance obligations

Responsible persons apply judgement to assess when performance obligations are satisfied. Revenue is recognised either over time or at a point in time, depending on whether control of the promised goods or services transfers progressively or at completion.

Leases – right-of-use asset and lease liability accounting

Judgements are made to determine whether an arrangement contains a lease under AASB 16. Estimates include the lease term, incorporating options for extension or termination, and the incremental borrowing rate used to measure the lease liability and right-of-use asset.

Property, plant, and equipment – useful life and depreciation

The responsible persons review the useful lives and residual values of property, plant, and equipment annually. Changes in usage, obsolescence, or market conditions may require revisions, impacting depreciation rates and carrying amounts.

Trade debtors – expected credit losses

The expected credit loss (ECL) model requires responsible persons to estimate the recoverability of trade receivables. This involves judgements on forward-looking factors such as economic conditions, historical loss rates, and customer payment patterns.

Provisions – office relocation and property maintenance

Judgement is required to estimate future costs for office relocation and property maintenance. This includes assessing the timing and amount of expected expenses, such as lease exit costs, relocation costs, or required repairs.

Prisoners' Aid Association of New South Wales Inc
Notes to the Financial Statements
For the year ended 30 June 2024

4. Revenue and Other Income

	2024	2023
	\$	\$
<i>Revenue - Services</i>		
Inmate Property Service (Corrective Services N.S.W)	294,580	289,887
Mates on the Move	556,415	459,290
	-----	-----
	850,995	749,177
	-----	-----
<i>Other Income</i>		
Donations	11,506	15,198
Grants	400,000	116,392
Interest / Dividends / Other	8,844	3,366
	-----	-----
	420,351	134,956
	-----	-----
	1,271,345	884,133
	=====	=====

5. Expenses

	2024	2023
	\$	\$
<i>Depreciation</i>		
Motor Vehicles	-	526
Office Equipment	562	839
	-----	-----
Total depreciation	562	1,365
	-----	-----
<i>Amortisation Expense</i>		
Amortisation of Right of Use Asset	81,259	-
	-----	-----
<i>Superannuation expense</i>		
Superannuation expense	69,567	47,061
	-----	-----

Prisoners' Aid Association of New South Wales Inc
Notes to the Financial Statements
For the year ended 30 June 2024

6. Current Assets - Trade Receivables

	2024	2023
	\$	\$
Trade receivables	152,798	506,456
Accrued income	39,863	28,220
Other receivables	468	(698)
	-----	-----
	193,128	533,978
	=====	=====

7. Other Assets

	2024	2023
	\$	\$
Current		
Prepayments	16,747	-
	=====	=====
Non-current		
Rental bond	50,417	-
	=====	=====

8. Right-of-use Asset

	2024	2023
	\$	\$
Non-Current		
Right of use Asset	325,035	-
Acc Depreciation - Right of use Asset	(81,259)	-
	-----	-----
	243,776	-
	=====	=====

9. Current Liabilities – Trade and other payables

	2024	2023
	\$	\$
Trade payables	64,875	25,927
Accrued liabilities	142,368	50,866
	-----	-----
	207,243	76,793
	=====	=====

10. Current Liabilities – Employee benefits

	2024	2023
	\$	\$
Annual leave	33,102	24,100
Long service leave	17,760	11,812
	-----	-----
	50,862	35,912
	=====	=====

Prisoners' Aid Association of New South Wales Inc
Notes to the Financial Statements
For the year ended 30 June 2024

11. Current Liabilities – Contract liabilities

	2024	2023
	\$	\$
Unearned revenue - non-government	165,000	450,000
	=====	=====

12. Lease Liabilities

	2024	2023
	\$	\$
Current		
Lease liabilities	112,861	-
	=====	=====
Non-Current		
Lease liabilities	136,716	-
	=====	=====

For further information on lease liabilities, refer to Note 2 Summary of Material Accounting Policies.

13. Related Party Transactions

No related party transactions have occurred during the year that require disclosure.

Prisoners' Aid Association of New South Wales Inc

Responsible Persons' Declaration

For the year ended 30 June 2024

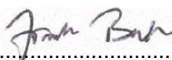
The incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012.

The responsible persons declare that in the responsible persons' opinion:

- the attached financial statements satisfy the financial reporting requirements as prescribed by the Australian Charities and Not-for-Profits Commission Act 2012, and the Australian Charities and Not-for-Profits Commission Regulation 2022;
- the financial statements notes comply with the Australian Accounting Standards as described in note 1 to the financial statements;
- the attached financial statements and notes give a true and fair view of the incorporated association's financial position as at 30 June 2024 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the incorporated association will be able to pay its debts as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2022 (Cth).

Responsible Person: 
Tanya McCabe

Responsible Person: 
Frank Burke

Dated 30 November 2024

PRISONERS' AID ASSOCIATION OF NEW SOUTH WALES INC

ABN: 25 756 574 465

INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED 30 JUNE 2024

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Prisoners' Aid Association of New South Wales Inc (the Association), which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of material accounting policies and other explanatory information, and the Responsible Persons' declaration.

In our opinion, the accompanying financial statements present fairly, in all material respects, including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2024 and of its performance for the year then ended; and
- (ii) complying with the *Australian Charities and Not-for-profits Commission Act 2012*, *Australian Charities and Not-for-profits Commission Regulations 2022* and the relevant Australian Accounting Standards as outlined within Note 1 and Note 2 to the financial statements.

Basis for Opinion

We have 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 Statements* section of our report. We are independent of the Association in accordance with the auditor independence requirements of the *Australian Charities and Not-for-Profits Commission Act 2012* 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 statements in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter - Basis of Preparation

We draw attention to Note 1 of the financial statements, which describes the basis of preparation. The financial statements have been prepared for the purpose of fulfilling the Association's financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012*, and the *Australian Charities and Not-for-profits Commission Regulations 2022*. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

Other Matter

The financial statements of Association for the year ended 30 June 2023 were audited by another auditor who expressed an unmodified opinion on 14 February 2024.

Responsibilities of Responsible Persons'

The responsible persons are responsible for the preparation and fair presentation of the financial statements in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, *Australian Charities and Not-for-profits Commission Regulations 2022* and the relevant Australian Accounting Standards, and for such internal control as the responsible persons determines to be necessary to enable the preparation of the financial statements to be free from material misstatement, whether due to fraud or error.

PRISONERS' AID ASSOCIATION OF NEW SOUTH WALES INC

ABN: 25 756 574 465

INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED 30 JUNE 2024

Responsibilities of Responsible Persons' (Continued)

In preparing the financial statements, the responsible persons are 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 preparation unless the responsible persons either intend to liquidate the Association or to cease operations, or has no realistic alternative but to do so. The responsible persons are also responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with the 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 statements, 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 responsible persons.
- Conclude on the appropriateness of the responsible persons' use of the going concern basis of preparation 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 statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the responsible persons 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.

PRISONERS' AID ASSOCIATION OF NEW SOUTH WALES INC

ABN: 25 756 574 465

INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED 30 JUNE 2024

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

We also provide the responsible persons with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**National Audits Group Pty Ltd
Authorised Audit Company**



**Danielle Nye
Director**

Dated 2 December 2024

Wagga Wagga