

COALFIELDS NEIGHBOUR CARE INC
ABN 54 658 916 454

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2014

COALFIELDS NEIGHBOUR CARE INC
ABN 54 658 916 454

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COALFIELDS NEIGHBOURCARE INC
ABN 54 658 916 454

STATEMENT BY MEMBERS OF THE COMMITTEE

In the opinion of the Committee the financial report as set out on the following pages

1. The financial statements and notes present fairly the financial position as at 30 June 2014 and its performance for the year ended on that date in accordance with Australian Accounting Standards and other mandatory professional reporting requirements;
2. In the Committee's opinion there are reasonable grounds to believe that Coalfields Neighbourcare Inc will be able to pay its debts as and when they become due and payable.


Catherine Parsons (Chairperson)


Gregory Lewis (Treasurer)

Dated this 18th day of September 2014

**INDEPENDENT AUDITOR'S REPORT
TO THE COMMITTEE OF COALFIELDS NEIGHBOUR CARE INC
ABN 54 658 916 454**

We have audited the accompanying financial report, being a special purpose financial report, of Coalfields Neighbourcare Inc, which comprises the balance sheet as at 30 June 2014, the profit & loss statements, notes comprising a summary of significant accounting policies and other explanatory information, and the Statement by Members of the Committee.

Committee's Responsibility for the Financial Report

The Committee of the incorporated entity are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial reporting requirements and are appropriate to the needs of the members. The committee's responsibility also includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used in Note 1 are appropriate to meet the needs of the members. 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 about whether the financial report is free from material misstatement.

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

The financial report has been prepared for distribution for the purposes of fulfilling the charter under which the association operates. We disclaim any assumption of responsibility for any reliance on this report or the on the financial report to which it relates to any person other than the members, or for any purpose other than for which it was prepared.

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

Independence

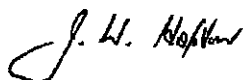
In conducting our audit, we have complied with independence requirements of Australia professional ethical pronouncements.

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of Coalfields Neighbourcare Inc as at 30 June 2014 and of its financial performance and position for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements

Name of Firm:

John W Hopton Pty Ltd
Chartered Accountants

**Name of Director:**

John W Hopton

Address:

53 King Street Newcastle NSW 2300

Dated this 7th Day of October 2014

COALFIELDS NEIGHBOUR CARE INC
ABN 54 658 916 454

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014

	2014 \$	2013 \$
INCOME		
10.1.1 DADHC Income		
Prior Year Unacquitted Funds	-	-
One off payment	1,595.06	4,515.69
Transfer to Unacquitted Funds	-	-
10.1.1 DADHC Income	<u>1,228,327.95</u>	<u>1,115,078.35</u>
Total 10.1.1 DADHC Income	1,229,923.01	1,119,594.04
10.1.2 Service User Contribution		
Social Transport Fees	-	-
Service User Contributions	128,743.57	124,523.34
CACPS admin fee	398.00	1,921.40
Client Meals	178,552.23	164,735.56
Frozen Food	443.20	10,326.80
10.1.2 Service User Contribution- Other	-	274.02
Total 10.1.2 Service User Contribution	<u>308,137.00</u>	<u>301,781.12</u>
Social Support Adjustment	131.15	411.48
10.1.3 Profit Sale of Assets	-	-
10.1.4 Interest Earned	7,078.62	6,440.76
11.3.2 Income non DADHC		
Donations	2,012.10	3,095.72
Membership Fees	12.00	-
Sundry Income	21,978.34	6,151.45
Job Training Incentive	-	-
Workers Comp Income	<u>321.88</u>	<u>-</u>
Total 11.3.2 Income non DADHC	<u>24,324.32</u>	<u>9,247.17</u>
TOTAL INCOME	<u><u>1,569,594.10</u></u>	<u><u>1,437,474.57</u></u>
EXPENSES		
10.2.1 Salaries & Wages Direct		
Klm reimbursement	2,783.62	3,349.61
Staff Superannuation	66,926.97	54,788.45
Staff training	18,864.09	8,615.09
Staff training wages	404.44	6,077.20
Staff Wages	645,867.93	616,228.89
Workers Comp staff	<u>25,536.75</u>	<u>18,983.28</u>
Total 10.2.1 Salaries & Wages Direct	760,383.80	708,042.52
10.2.2 Salaries & Wages Indirect	203,303.59	130,634.12
10.2.4 Operating Costs		
Merchant Bank Fees	23.29	14.22
Provision for Doubtful Debts	2,000.00	3,000.00
Accounting fees	4,530.00	9,052.01
Advertising & Promotions	2,802.13	3,978.33
Audit expenses	11,372.00	12,225.48
Bank Fees	425.06	141.41
Cleaning	172.66	23.82
Client Support Services		
Brokerage Costs	323.77	1,183.85

The accompanying notes form part of these financial statements.

COALFIELDS NEIGHBOUR CARE INC
ABN 54 658 916 454

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014

	2014 \$	2013 \$
Cleaning Products	6,282.84	7,304.20
Domestic Assist NA	2,863.73	1,506.58
Food	159,233.23	155,123.91
Food Containers	3,789.59	4,011.86
Frozen Food	84.98	901.91
Respite	534.71	483.00
Social Support	42,239.23	34,592.45
Transport	6,784.63	10,035.22
Total Client Support Services	222,136.71	215,142.98
Computer Expenses	24,210.85	4,992.17
Conference Expenses	1,439.55	3,183.69
Consultant Fees(incl Jobs Aust)	19,502.66	509.09
Directors/Committee Expenses	1,927.79	187.96
Electricity & Gas	10,214.49	9,243.19
Equipment less than \$5000	7,314.74	4,651.78
Insurance- General, Public Liability	20,523.05	24,285.16
Interest Paid	-	22.91
Membership, Licence & Permits	2,640.62	4,226.47
Motor Vehicle Expenses		
Fuel	35,114.11	31,553.95
Garaging	15,354.59	19,416.32
M V Insurance	8,849.60	4,881.57
M V Repairs & Maintenance	23,197.41	15,431.26
MV Registration	3,585.92	6,131.32
Total Motor Vehicle Expenses	86,101.63	77,414.42
Photocopying	3,157.21	3,399.71
Postage	6,593.59	4,599.55
Provisions Expense for LSL/AL	- 6,122.27	932.38
Rent	22,380.00	22,004.98
Repairs & Maintenance General	11,773.51	12,032.74
Resources	829.17	1,698.18
Staff Amenities	2,452.25	4,999.66
Stationary & Printing	20,826.25	17,735.89
Sundry	232.18	4,089.47
Telephone	23,830.90	21,723.08
Volunteer Costs & Training	38,161.75	31,067.56
Total 10.2.4 Operating Costs	541,451.77	496,578.29
10.2.3 Depreciation		
10.2.3 Depreciation- Other	67,039.00	67,073.00
Total 10.2.3 Depreciation	67,039.00	67,073.00
10.2.6 Loss on Disposal of Asset	6,471.94	5,093.17
TOTAL EXPENSES	1,578,650.10	1,407,421.10
NET SURPLUS/(DEFICIT)	- 9,056.00	30,053.47

The accompanying notes form part of these financial statements.

COALFIELDS NEIGHBOUR CARE INC**ABN 54 658 916 454****MEMBERS' FUNDS
AS AT 30 JUNE 2014**

	2014 \$	2013 \$
<hr/>		
Accumulated Funds		
Opening Balance	253,295.46	238,241.99
Profit/(Loss) Attributable to Members	- 9,056.00	30,053.47
Transfer to Motor Vehicle Replacement Reserve	- 27,500.00	- 15,000.00
Closing Balance	<u>216,739.46</u>	<u>253,295.46</u>
Motor Vehicle Replacement Reserve (Transport)		
Opening Balance	105,000.00	90,000.00
Transfer from Accumulated Funds	27,500.00	15,000.00
Closing Balance	<u>132,500.00</u>	<u>105,000.00</u>

The accompanying notes form part of these financial statements.

COALFIELDS NEIGHBOUR CARE INC**ABN 54 658 916 454****BALANCE SHEET
AS AT 30 JUNE 2014**

	2014	2013
	\$	\$
MEMBERS' FUNDS		
Accumulated Funds	216,739.46	253,295.46
Motor Vehicle Replacement Reserve	132,500.00	105,000.00
TOTAL MEMBERS FUNDS	349,239.46	358,295.46
Represented by:		
PROPERTY PLANT AND EQUIPMENT		
Plant & Equipment- at Cost	100,956.25	100,956.25
Less Provision for Depreciation	- 75,368.14	- 70,100.14
	25,588.11	30,856.11
Motor Vehicles- at Cost	376,991.09	377,415.41
Less Provision for Depreciation	- 177,687.61	- 153,352.61
	199,303.48	224,062.80
TOTAL PROPERTY PLANT AND EQUIPMENT	224,891.59	254,918.91
CURRENT ASSETS		
CASH		
Business Online Saver	200,428.99	57,511.28
Commonwealth Debit Card	1,366.01	577.12
Commonwealth Cheque Account	28,748.20	66,704.81
Fundraising Account	123.82	123.82
NPBS Term Deposit	-	73,658.12
NPBS Term Deposit No 2	56,892.49	55,512.33
Petty Cash Float	530.00	229.00
	288,089.73	254,316.48
RECEIVABLES		
Accounts Receivable	9,401.87	3,694.48
Government Subsidies Receivable	-	70,000.00
Prepaid Expenses	15,029.64	22,897.23
Undeposited Funds	3,464.47	5,217.85
	27,895.98	101,809.56
TOTAL ASSETS	540,877.30	611,044.95
CURRENT LIABILITIES		
Accounts Payable	25,021.60	28,648.58
Accruals	30,205.96	33,398.04
Grants Received in Advance	-	52,646.00
GST & Payroll Liabilities	- 1,663.43	- 5,750.89
Provision for Annual Leave	51,798.39	46,636.06
Provision for Sick Pay	32,963.65	30,847.31
Provision for Long Service Leave	53,311.67	66,324.39
	191,637.84	252,749.49
TOTAL LIABILITIES	191,637.84	252,749.49
NET ASSETS/(LIABILITIES)	349,239.46	358,295.46

The accompanying notes form part of these financial statements.

COALFIELDS NEIGHBOUR CARE INC
ABN 54 658 916 454

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014

	2014 \$	2013 \$
TRANSPORT		
INCOME		
10.1.1 DADHC Income	-	4,515.69
One off payment	298,364.09	281,358.11
10.1.1 DADHC Income - Other	<u>298,364.09</u>	<u>285,873.80</u>
Total 10.1.1 DADHC Income		
10.1.2 Service User Contribution	59,077.70	56,163.20
Service User Contributions	<u>59,077.70</u>	<u>56,163.20</u>
Total 10.1.2 Service User Contribution		
10.1.3 Profit Sale of Assets	-	635.32
10.1.4 Interest Earned	-	-
11.3.2 Income non DADHC	25.00	-
Donations	400.00	803.80
Sundry Income	<u>425.00</u>	<u>803.80</u>
Total 11.3.2 Income non DADHC	<u>357,866.79</u>	<u>343,476.12</u>
TOTAL INCOME		
EXPENSES		
10.2.1 Salaries & Wages Direct	17,762.64	16,144.32
Staff Superannuation	-	675.00
Staff training	-	1,003.94
Staff training wages	-	-
Staff Wages	1,229.92	6,108.46
Wages Accrued	349.26	240.87
Care Workers	25,199.55	30,689.91
Coordinator Wages	163,220.74	151,715.39
Drivers Wages	-	6,149.55
Staff Wages- other	<u>187,539.63</u>	<u>182,605.08</u>
Total Staff Wages	6,909.94	5,759.28
Workers Comp staff	<u>212,212.21</u>	<u>206,187.62</u>
Total 10.2.1 Salaries & Wages Direct		
10.2.2 Salaries & Wages Indirect	57.19	16.81
Admin & Management Super	13,031.55	375.89
Admin & Management Wages	21.50	3.04
Admin & Management Workers Comp	<u>13,110.24</u>	<u>395.74</u>
Total 10.2.2 Salaries & Wages Indirect		
10.2.4 Operating Costs		
Client Support Services	323.77	713.85
Brokerage Costs	2,499.77	7,441.15
Transport	<u>2,823.54</u>	<u>8,155.00</u>
Total Client Support Services	-	1,481.82
Computer Expenses	996.64	946.98
Conference Expenses	1,611.98	-
Directors/Committee Expenses	483.20	-
Electricity & Gas	362.91	-
Equipment less than \$5000	1,785.62	1,006.84
Membership, Licence & Permits		

The accompanying notes form part of these financial statements.

COALFIELDS NEIGHBOURCARE INC
ABN 54 658 916 454

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014

	2014 \$	2013 \$
Motor Vehicle Expenses		
Fuel	22,245.15	18,359.43
Garaging Expenses	7,696.82	9,941.76
M V Insurance	7,260.26	2,117.02
M V Repairs & Maintenance	22,374.71	12,212.40
MV Registration	1,594.92	1,599.82
	<u>61,171.86</u>	<u>44,230.43</u>
Total Motor Vehicle Expenses		41.77
Photocopying	-	660.73
Provisions Expense for LSL/AL	4,365.02	456.50
Rent	-	73.63
Repairs & Maint General	381.54	374.55
Resources	-	858.27
Staff Amenities	254.08	359.87
Stationary & Printing	-	319.68
Sundry	229.63	332.22
Telephone	-	2.27
Volunteer Costs & Training	22.50	-
	<u>74,488.52</u>	<u>59,300.56</u>
Total 10.2.4 Operating Costs		31,526.00
10.2.3 Depreciation expense	29,356.00	4,228.00
10.2.6 Loss on Disposal of Assets	-	52,805.70
Administration Expenses	36,339.66	-
	<u>365,508.63</u>	<u>354,443.62</u>
TOTAL EXPENSES		
	<u>- 7,639.84</u>	<u>- 10,967.50</u>
NET SURPLUS/(DEFICIT)		

The accompanying notes form part of these financial statements.

COALFIELDS NEIGHBOUR CARE INC
ABN 54 658 916 454

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014

1 Statement of Significant Accounting Policies

This financial report is a general purpose financial report that has been prepared in accordance with applicable Australian Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial report covers Coalfields Neighbourcare Inc as an individual entity.

The financial report has been prepared on an accrual 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.

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

Comparative Figures

When required by Accounting Standards or other governing bodies, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

There have been no changes to accounting requirements issued by either Ministry of Transport or Family and Community Services. Therefore no changes have been made to the Profit & Loss or Balance Sheet for 2013.

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.

Acquisition of assets

The cost method of accounting is used for all acquisitions of assets regardless of whether equity instruments or other assets are acquired. Cost is determined as the fair value of the assets given up, shares issued or liabilities undertaken at the date of acquisition plus incidental costs directly attributable to acquisition.

Revenue recognition

Donations are recognised at the time the pledge is made.

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

Grants and subsidies are recognised as income over the period to which they relate.

COALFIELDS NEIGHBOUR CARE INC
ABN 54 658 916 454

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014

Depreciation of Property, Plant and Equipment

Depreciation is calculated on a diminishing value basis to write off the net cost of each item of property, plant and equipment (excluding land) over its expected useful life. Estimates of remaining useful lives are made on a regular basis for all assets, with annual reassessments for major items.

Trade and 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.

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 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 balance sheet are shown inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included in GST & PAYGW Payable.

2 Events After the Reporting Period

Following Discussions on a merger proposal with Northern Coalfields Community Care, The Board of Coalfields NeighbourCare Inc have resolved to step down as Board Members and to be replaced by the Board of Northern Coalfields Community Care Association (NeighbourCare) Limited, at the time of transfer to a company Limited by Guarantee.

The ABN of Coalfields NeighbourCare Inc will transfer to the new company Limited by Guarantee.

This equates to the hand over of all assets and liabilities to the new organisation.

The decision has been made based on the likeminded intentions of both organisations and to the betterment of the local community.