

JUNE O'CONNOR CENTRE (INC.)

Financial Statements

For the year ended 30 June 2017

June O'Connor Centre (Inc.)

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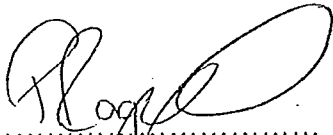
JUNE O'CONNOR CENTRE (INC.)

BOARD OF MANAGEMENT DECLARATION

The Board of Management declares that in the Board of Management's opinion:

- a) there are reasonable grounds to believe that June O'Connor Centre (Inc.) is able to pay all of its debts, as and when they become due and payable; and
- b) the financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2013.

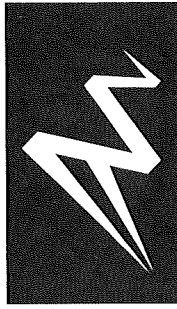


.....
Peter Rogers
Chairperson



.....
Jasmine Wiegele
Vice Chairperson

Dated this 3 day of November 2017



Anderson Munro & Wyllie

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF JUNE O'CONNOR CENTRE INC.

Opinion

We have audited the accompanying financial report of June O'Connor Centre (Inc.) ("the Association") which comprises the statement of financial position as at 30 June 2017, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the Board of Management's declaration.

In our opinion:

The special purpose financial report of June O'Connor Centre (Inc.) has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2017 and of its financial performance and cash flows for the year ended on that date; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Those 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 of material misstatement. Our responsibilities under those standards are further described in the *Auditor's responsibility* section of our report. We are independent of the Association in accordance with the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board of Management'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.

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

Emphasis of Matter

Without modification to the opinion above, we draw attention to Note 1 of the financial report, which describes a post year end merger.

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Association's financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Regulation 2013*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.



Board of Management's responsibility for the financial report

The Board of Management of the Association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and for such internal control as the Board of Management determines 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 Board of Management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Board of Management's either intend to liquidate the Association or to cease operations, or have no realistic alternative to do so.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. 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 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.

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 of the financial report that gives a true and fair view 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.

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.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Management, as well as evaluating the overall presentation of the financial report.

We conclude on the appropriateness of the Board of Management' 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.

We 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 obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Association to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with the Board of Management regarding, amongst 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.

The Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements. We also provide the Board of Management 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.

From the matters communicated with the Board of Management, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Anderson Munro & Wyllie

ANDERSON MUNRO & WYLLIE

Chartered Accountants

Address: Unit 8, 210 Winton Road, Joondalup, Western Australia

Martin Shone

MARTIN SHONE

Principal & Registered Company Auditor

Dated at Perth, Western Australia this 3rd day of November 2017

June O'Connor Centre (Inc.)
Statement of Comprehensive Income
For the year ended 30 June 2017

	Note	2017 \$	2016 \$
Income			
Program Support		36,581	16,116
Donations and Fundraising		19,558	21,837
Grants – Commonwealth		1,039,947	1,006,818
Grants – Health Department		1,924,506	1,894,199
Grants – Others		-	2,593
Reimbursements		3,241	259
Rental Income		30,000	30,400
Sundry Income		-	155
Total Income		<u>3,053,834</u>	<u>2,972,377</u>
Expenditure (see schedule)		(3,060,760)	(2,929,501)
Add Other Income			
Interest Received		11,584	11,864
Insurance Claim Recovered		137	-
Paid Parental Leave Recovered		12,048	-
Operating Surplus		<u>16,843</u>	<u>55,090</u>

These Financial statements should be read in conjunction with the accompanying notes.

June O'Connor Centre (Inc.)

Statement of Comprehensive Income (Continued)

For the year ended 30 June 2017

	Note	2017 \$	2016 \$
Expenses			
Advertising and Promotions		6,469	1,976
Audit Fees		6,825	5,067
Bookkeeping		40,905	41,514
Cleaning and Other Services		34,221	27,003
Board of Management Expenses		1,792	3,432
Computer Software and IT		42,049	50,478
Consultancy Costs		86,878	-
Consumer Representation		-	518
Discretionary Expenses- GS Recovery Ball		-	26,645
Depreciation – Motor Vehicle		16,943	16,941
Depreciation – Plant & Equipment		10,257	18,679
Depreciation – Property Improvements		2,511	1,146
Depreciation – Website, Intranet & Software		30,140	25,664
Electricity and Gas		13,134	10,732
Equipment and Rental Costs		58	1,256
Fundraising and Workshop Expenses		487	12
Gratuities to Volunteers		4,925	4,523
Group & Personalised Support		136,175	131,110
Insurance		55,901	50,606
Motor Vehicle Expenses		69,662	116,191
Other Expenses		12,008	36,441
Payroll Costs		-	9
Plant & Equipment < \$1,000		13,170	13,983
Postage and Freight		663	1,553
Printing and Stationery		18,982	23,359
Recruitment Expenses		5,845	2,392
Repairs and Maintenance		23,565	23,177
Rent, Rates and Taxes		222,416	201,250
Resource Materials and Activities		8,307	8,970
Salaries and Wages		1,829,045	1,744,207
Security Costs and Equipment		2,785	2,878
Staff Amenities and Training		96,658	96,634
Subscriptions		8,122	6,161
Superannuation		159,530	164,200
Telephone and Facsimile		24,270	29,970
Travel Expenses		16,730	22,964
Loss on Disposal of Asset		3,014	6,566
Contractors - Facilitator Fees		56,189	16,259
Foreign Currency Loss		128	102
Total Expenditure		3,060,760	2,929,501

These Financial statements should be read in conjunction with the accompanying notes.

June O'Connor Centre (Inc.)

Statement of Financial Position

As At 30 June 2017

	Note	2017 \$	2016 \$
Current Assets			
Cash and Cash Equivalents	2	675,899	619,340
Receivables	3	76,076	150,767
Total Current Assets		751,975	770,107
Non-Current Assets			
Property, Plant & Equipment	4	543,456	571,871
Total Non-Current Assets		543,456	571,871
Total assets		1,295,431	1,341,978
Current Liabilities			
Creditors and Borrowings	5	81,675	118,893
Provisions	6	63,347	117,708
Total Current Liabilities		145,022	236,601
Non-Current Liabilities			
Provisions	6	34,415	6,226
Total Non-Current Liabilities		34,415	6,226
Total Liabilities		179,437	242,827
Net Assets		1,115,994	1,099,151
Accumulated Funds			
Balance at Beginning of Year		1,099,151	1,044,061
Surplus for the Year		16,843	55,090
Total Member's Funds		1,115,994	1,099,151

These Financial statements should be read in conjunction with the accompanying notes.

June O'Connor Centre (Inc.)

Statement of Changes in Equity

For The Year Ended 30 June 2017

	Accumulated Surplus \$	Total Surplus \$
Balance at 1 May 2015	1,044,061	1,044,061
Total Comprehensive Income for the year	<u>55,090</u>	<u>55,090</u>
Balance at 30 June 2016	1,099,151	1,099,151
Total Comprehensive Income for the year	<u>16,843</u>	<u>16,843</u>
Balance at 30 June 2017	<u>1,115,994</u>	<u>1,115,994</u>

These Financial statements should be read in conjunction with the accompanying notes.

June O'Connor Centre (Inc.)

Statement of Cash Flows

For The Year Ended 30 June 2017

	Note	2017 \$	2016 \$
Cash Flows from Operating Activities			
Cash Receipts including Grants		3,070,690	3,795,176
Cash Payments to Suppliers and Employees		(2,991,366)	(3,685,903)
Interest Received		11,584	11,864
Net Cash from Operating Activities	7	90,908	121,137
Cash Flows from Investing Activities			
Proceeds from Sale of Plant and Equipment		2,471	-
Purchase of Property Plant and Equipment		(37,366)	(52,624)
Net Cash used in Investing Activities		(34,895)	(52,624)
Cash Flows from Financing Activities			
		-	-
		-	-
Net increase in Cash and Cash Equivalents		56,559	68,513
Cash and Cash Equivalents at the Beginning of Period		619,340	550,827
Cash and Cash Equivalents at the End of the Period		675,899	619,340

These Financial statements should be read in conjunction with the accompanying notes.

June O'Connor Centre (Inc.)

Notes to and forming part of the Financial Statements

For the year ended 30 June 2017

1. Statement 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 Incorporation Act of Western Australia and the Constitution of the June O'Connor Centre (Inc).

The Board of Management has determined that the association is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the Australian Charities and Not-for-profits Commission Act 2012 and the following Australian Accounting Standards:

AASB 101, Presentation of Financial Statements

AASB 107, Statement of Cash Flows

AASB 108, Accounting Policies, Changes in accounting Estimates and Errors

AASB 1048, Interpretation of Standards

AASB 1054, Australian Additional Disclosures.

No other applicable Accounting Standards or other authoritative pronouncements of the Australian Standards Board of Management have been applied.

The statements are also prepared on an accruals basis from the records of the centre. They are based on historic costs and do not take into account changing money values or, except where specifically stated, current valuation of non-current assets. The accounting policies are consistent with the previous period, unless otherwise stated.

June O'Connor Centre (Inc) is exempt for Income Tax purposes as a charity under section 50-45 of ITAA 1997.

Merger with Neami National Ltd

The operations of June O'Connor Centre Incorporated are to be merged with the operations of Neami National Ltd from 1 July 2017. All assets and liabilities of June O'Connor Centre Incorporated as at 30 June 2017 will be transferred to Neami National Ltd as at 1 July 2017 under a Deed of Transfer executed for that purpose. The entity June O'Connor Centre Incorporated will be voluntarily wound up once merger actions are complete.

June O'Connor Centre (Inc.)

Notes to and forming part of the Financial Statements

For the year ended 30 June 2017

1. Statement of Significant Accounting Policies (continued)

(a) Depreciation

The depreciable amount of plant and equipment and computers and hardware assets are depreciated on a prime cost basis over the useful lives of the assets to the association commencing from the time the asset is held ready for use. Assets under \$1,000 in value are written off in the year of acquisition.

The depreciation rates used for each class of depreciable asset are:

Class of Fixed Asset	Depreciation Rates
Plant & Equipment	5 - 20%
Computers and Hardware	25 - 40%
Motor Vehicles	10 - 12.5%
Developed Software	25 - 40%

Leasehold improvements to the Joondalup property have been capitalised and will be depreciated over the term of the lease.

(b) Employee Entitlements

The Board of Management has decided not to make a provision for sick leave for the financial year ended 30 June 2017. Employee entitlements provisions will be raised for liabilities for annual leave and long service leave.

June O'Connor Centre (Inc.)

Notes to and forming part of the Financial Statements

For the year ended 30 June 2017

	2017 \$	2016 \$
2. Cash and Cash Equivalents		
Bankwest Main Account	172,925	138,415
Bankwest - June O'Connor	202,779	190,955
Bankwest - Joondalup Focus	32,145	31,776
Bankwest - Rockingham Focus	33,800	31,920
Bankwest Telnet Saver	34,348	33,954
Bankwest Term Deposit – Future Fund	192,119	184,673
Debit Cards	7,112	7,066
Petty Cash	672	581
Total Cash	675,899	619,340
3. Receivables		
Bond	13,538	14,138
GST Refund (net)	9,500	14,027
Prepaid Expenses	17,323	106,421
Reimbursable Expenses	19,678	-
Salary Packaging Float	15,000	15,000
Accounts Receivable	1,037	1,181
Total Receivables	76,076	150,767

June O'Connor Centre (Inc.)

Notes to and forming part of the Financial Statements

For the year ended 30 June 2017

	2017	2016
	\$	\$
4. Property Plant and Equipment		
Leasehold Improvements – Building	40,531	40,531
Accumulated Amortisation	(40,531)	(40,531)
	-	-
Building Costs – Subiaco	3,081	3,081
Land at cost – Rockingham	376,340	376,340
Building Improvements – Rockingham	21,050	18,800
Less: Accumulated Depreciation	(2,918)	(2,448)
Building Improvements – Shenton Park	20,086	15,871
Less: Accumulated Depreciation	(2,717)	(676)
	35,501	31,547
Motor Vehicles – Joondalup	33,837	33,837
Less: Accumulated Depreciation	(16,637)	(13,524)
	17,200	20,584
Motor Vehicles – Rockingham	20,350	20,350
Less: Accumulated Depreciation	(9,751)	(7,208)
	10,599	13,143
Motor Vehicle – Mandurah	20,350	20,350
Less: Accumulated Depreciation	(9,751)	(7,208)
	10,599	13,143
Motor Vehicles – Mobile Services	20,350	20,350
Less: Accumulated Depreciation	(9,539)	(6,996)
	10,811	13,355
Motor Vehicles – Mobile Services	54,188	54,188
Less: Accumulated Depreciation	(26,389)	(20,462)
	27,799	33,726

June O'Connor Centre (Inc.)

Notes to and forming part of the Financial Statements

For the year ended 30 June 2017

	2017 \$	2016 \$
4. Property Plant and Equipment (continued)		
Plant and Equipment – Mobile Services	8,477	13,045
Less: Accumulated Depreciation	(7,266)	(11,402)
	<u>1,211</u>	<u>1,643</u>
Plant and Equipment – Rockingham	18,380	19,403
Less: Accumulated Depreciation	(16,184)	(16,012)
	<u>2,196</u>	<u>3,391</u>
Plant and Equipment – Subiaco	1,450	2,499
Less: Accumulated Depreciation	(1,450)	(2,439)
	<u>60</u>	<u>60</u>
Plant and Equipment – Mandurah	28,182	30,116
Less: Accumulated Depreciation	(12,054)	(11,671)
	<u>16,128</u>	<u>18,445</u>
Plant and Equipment – Shenton Park	3,032	3,032
Less: Accumulated Depreciation	(2,162)	(1,784)
	<u>870</u>	<u>1,248</u>
Plant and Equipment – Admin	19,427	20,974
Less: Accumulated Depreciation	(12,175)	(10,353)
	<u>7,252</u>	<u>10,621</u>
Plant and Equipment – Joondalup	45,184	39,501
Less: Accumulated Depreciation	(38,575)	(33,626)
	<u>6,609</u>	<u>5,875</u>

June O'Connor Centre (Inc.)

Notes to and forming part of the Financial Statements

For the year ended 30 June 2017

	2017 \$	2016 \$
4. Property Plant and Equipment (continued)		
Developed IT Assets	98,730	77,000
Less: Accumulated Amortisation	(81,468)	(51,328)
	<u>17,262</u>	<u>25,672</u>
Total Property, Plant and Equipment	<u>543,456</u>	<u>571,871</u>
5. Creditors and Borrowings		
Sundry Creditors	46,177	61,316
PAYG Tax Withheld	35,170	32,844
Superannuation	-	16,570
TOIL Accrual	-	5,977
Other Liabilities	328	2,186
	<u>81,675</u>	<u>118,893</u>
6. Provisions		
Current		
Provision for Annual Leave	63,347	98,789
Provision for Long Service Leave	-	18,919
	<u>63,347</u>	<u>117,708</u>
Non-Current		
Provision for Long Service Leave	34,415	6,226
	<u>34,415</u>	<u>6,226</u>

June O'Connor Centre (Inc.)

Notes to and forming part of the Financial Statements

For the year ended 30 June 2017

	2017	2016
	\$	\$
7. Reconciliation of Cash		
Cash at the end of the financial years as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:		
Cash at bank		
Reconciliation of Cash Flows from operations with profit from ordinary activities		
Operating Surplus after income tax	16,843	55,090
Non-cash flow in operating Surplus		
Depreciation	59,851	62,430
Provision for Employee Entitlement	(26,172)	19,661
Loss on Disposal Of Assets	3,014	6,566
Overheads balancing adjustment	(100)	-
Changes in Assets & Liabilities		
(Increase)/Decrease in Receivables	74,691	(23,486)
Increase (Decrease) in Trade Creditors	(37,219)	(3,444)
Cash Flows from Operations	90,908	121,137