

JusticeNet SA Incorporated

Financial Report for the Year Ended 30 June 2014

BOARD OF MANAGEMENT'S REPORT

Your Board of Management submit the financial report of for the financial year ended 30 June 2014.

Board Members

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

Paula Stirling	President
Nicholas Linke	Treasurer
Kerry Clark	Secretary/Public officer
Melissa Ballantyne	
Gabrielle Canny	
Alan Merritt	
Carolyn Mitchell	
Jonathan Wells	

Members of the Board have been in office since the start of the year unless otherwise stated. No other officer of the Association has received directly or indirectly from the association any payment or other benefit of a pecuniary value.

At no time during the year ended 30 June 2014 has any officer or related firm or body corporate, received or become entitled to receive a benefit arising from a contract between the officer, firm or body corporate and the association.

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the entity.

Principal Activities

JusticeNet SA operates free legal services for people with civil law matters who cannot afford legal representation, including a pro bono referral service and a Self-Representation Service in the Supreme Court and Federal Courts.


Significant Changes

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

Operating Result

The deficit for the year ending 30 June 2014 amounted to \$5,728 (2013 surplus \$ 24,039)

Signed in accordance with a resolution of the members of the Board.



Paula Stirling
President

Dated this 4th day of October 2014
November

JusticeNet SA Inc
Financial report for the year ended 30 June 2014

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR
ENDED 30 JUNE 2014**

	Note	2014	2013
		\$	\$
Revenue	2	242,630	188,857
Salaries, wages & employee costs		(198,433)	(144,393)
Fundraising expenses		(7,868)	(10,661)
Other operating expenses	2	(42,057)	(9,764)
Current year surplus/ (deficit) before income tax		(5,728)	24,039
Income tax expense		-	-
Net current year surplus/ (deficit)		(5,728)	24,039
Other comprehensive income		-	-
Total other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year, net of tax		-	-
Net current year surplus/ (deficit) attributable to members of the entity		(5,728)	24,039
Total comprehensive income attributable to members of the entity		(5,728)	24,039

The accompanying notes form part of these financial statements.

JusticeNet SA Inc
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2014

	Note	2014 \$	2013 \$
ASSETS			
CURRENT ASSETS			
Cash on hand	3	169,280	80,860
Trade and Other Receivables		1,193	16,540
TOTAL CURRENT ASSETS		<u>170,473</u>	<u>97,400</u>
TOTAL ASSETS		<u>170,473</u>	<u>97,400</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables		-	-
Other Accruals	4	31,453	16,280
Grants Received in Advance		82,128	18,500
TOTAL CURRENT LIABILITIES		<u>113,581</u>	<u>34,780</u>
TOTAL LIABILITIES		<u>113,581</u>	<u>34,780</u>
NET ASSETS		<u>56,892</u>	<u>62,620</u>
EQUITY			
Retained earnings		56,892	62,620
TOTAL EQUITY		<u>56,892</u>	<u>62,620</u>

The accompanying notes form part of these financial statements.

JusticeNet SA Inc

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2014

	Retained Surplus	Total
	\$	\$
Balance at 1 July 2012	38,581	38,581
Comprehensive income		
Net surplus/ (deficit) for the year	24,039	24,039
Other comprehensive income for the year	-	-
Total comprehensive income attributable to members of the entity	24,039	24,309
Balance at 30 June 2013	62,620	62,620
Balance at 1 July 2013	62,620	62,620
Comprehensive income		
Net surplus/ (deficit) for the year	(5,728)	(5,728)
Other comprehensive income for the year	-	-
Total comprehensive income attributable to members of the entity	(5,728)	(5,728)
Balance at 30 June 2014	56,892	56,892

The accompanying notes form part of these financial statements.

JusticeNet SA Inc
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2014

	Note	2014 \$	2013 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating Grant Receipts		213,034	55,794
Receipts from Walk for Justice		44,973	42,526
Other receipts		87,193	99,330
Payments to suppliers and employees		(238,412)	(162,861)
Net GST (paid) / received		(18,368)	(4,103)
Net cash (used in)/provided by operating activities	7	88,420	30,686
Net (decrease)/increase in cash held		88,420	30,686
Cash on hand at beginning of financial year		80,860	50,174
Cash on hand at end of financial year	3	169,280	80,860

The accompanying notes form part of these financial statements.

JusticeNet SA Inc

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 1985. The Board has determined that the association is not a reporting entity.

In order to satisfy Division 60 of the Australian Charities Not-For-Profit Commission Act 2012 the financial report has been prepared in accordance with 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

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

a. Income Tax

The association is exempt from income tax pursuant to section 50-40 of the Income Tax Assessment Act 1997.

b. Plant and Equipment

Plant and equipment is measured on the cost basis and are therefore carried at cost less accumulated depreciation.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is available for use.

Gains and losses on disposals are determined by comparing net proceeds with the carrying amount. These gains and losses are recognised in profit or loss when the item is derecognised.

c. Employee Provisions

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

The entity provides for long service leave once an employee reaches seven years' service.

d. Cash on Hand

Cash on hand includes cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less.

e. Revenue and Other Income

Non-reciprocal grant revenue is recognised in profit or loss when the Association obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the association and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

Interest revenue is recognised when it is received.

Donation revenue is recognised when it is received

JusticeNet SA Inc

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

f. 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 Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable, to the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

g. Comparative Figures

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

Where the association retrospectively applies an accounting policy, makes a retrospective restatement or reclassifies items in its financial statements, a third statement of financial position as at the beginning of the preceding period is presented in addition to the minimum comparative financial statements.

h. Accounts Payable and Other Payables

Accounts payable 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 that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

JusticeNet SA Inc

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

NOTE 2: INCOME AND EXPENSES	2014	2013
	\$	\$
Income:		
Grant Income	110,463	47,000
Fundraising	53,122	61,697
Membership	49,855	39,623
Donations	23,029	38,552
Other income	6,161	1,985
Total Income	242,630	188,857
Other operating expenses:		
Accounting Fees	350	400
Bank charges	219	82
Cleaning	701	679
Electricity and gas	1,315	1,116
Insurance	341	174
IT	8,499	1,331
LSSA Membership	1,610	498
Marketing/ Promotion	-	248
Mobile telephone	544	-
NACLC Membership	1,145	-
Office Amenities	290	140
Office Equipment	5,107	830
OHS	117	-
Parking	297	103
Postage	674	11
Practising Certificate	2,000	1,339
Project Evaluation	2,727	-
Recruitment	1,153	-
Set Up Costs	868	-
Staff development	9,388	2,648
Stationery	448	522
Sundry expenses	160	(1,162)
Telephone	1,309	805
Travel	2,795	-
	42,057	9,764

JusticeNet SA Inc

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

NOTE 3: CASH ON HAND	2014	2013
	\$	\$
Operating cash account	20,437	32,573
ANZ Online Savings Account	148,788	48,164
Petty cash	55	123
	169,280	80,860
	169,280	80,860

NOTE 4: ACCOUNTS PAYABLE AND OTHER PAYABLES	2014	2013
	\$	\$
CURRENT		
Payroll Liabilities	9,968	7,035
Employee Entitlements – Annual Leave	9,913	5,390
Other Accruals	11,572	3,855
	31,453	16,280
	31,453	16,280

NOTE 5: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The Association has no contingent liabilities at 30 June 2014.

NOTE 6: EVENTS AFTER THE REPORTING PERIOD

The Board is not aware of any significant events since the end of the reporting period.

NOTE 7: CASH FLOW INFORMATION	2014	2013
	\$	\$
Reconciliation of cash flow from operating activities with net current year surplus		
Current year surplus/ (deficit) after income tax	(5,728)	24,039
Changes in assets and liabilities:		
– (increase) / decrease in Trade and other receivables	15,347	(15,353)
– increase/(decrease) in Trade and other payables	-	(500)
– Increase/ decrease in Other accruals	15,173	4,000
– Increase/(decrease) in Grants in Advance	63,628	18,500
Net cash (used in)/provided by operating activities	88,420	30,686
	88,420	30,686

NOTE 8: ASSOCIATION DETAILS

The registered office and principle place of business of the Association is:

JusticeNet SA Inc

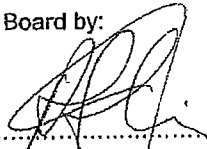
STATEMENT BY MEMBERS OF THE BOARD OF MANAGEMENT

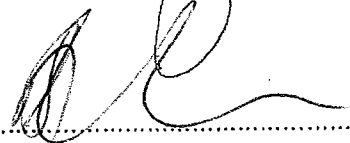
The Board of Management has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Board of Management the financial report as set out on pages 2 to 9:

1. Presents fairly the financial position of JusticeNet SA Inc as at 30 June 2014 and its performance for the year ended on that date.
2. The financial report of the association is in accordance with the Australian Charities and Not-For-Profit Commissions Act 2012.
3. At the date of this statement, there are reasonable grounds to believe JusticeNet SA Inc will be able to pay its debts as and when they fall due.
4. There are no subsidiary body corporates related to the association.
5. The association does not act in any capacity as Trustee.

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

Chairperson  (PAULA STIRLINA)

Treasurer  NICHOLAS LINKE

Dated this 4th day of November 2014
Dated this 4th day of October 2014

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF JUSTICENET SA INCORPORATED

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of JusticeNet SA Incorporated ("JusticeNet"), which comprises the statement of financial position as at 30 June 2014, and the statement of profit and loss and other 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 and other explanatory notes and the statement by members of the Board.

The Responsibility of the Board for the Financial Report

The Board members of JusticeNet SA Incorporated are responsible for the preparation of the financial report that gives a true and fair view, and have determined that the basis of preparation described in Note 1, is appropriate to meet the requirements of the *Associations Incorporation Act 1985*, the *Australian Charities and Not-for-profits Commission Act 2012* and is appropriate to meet the needs of the members. The board members' responsibility also includes such internal control as the board members determine 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have 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 whether the financial report is free from material misstatement.

An audit involves performing the 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 risk 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 circumstance, 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 board members, as well as evaluating the overall presentation of the financial report.

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



**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF JUSTICENET SA INCORPORATED (CONT)**

Opinion

In our opinion, the financial report of JusticeNet SA Incorporated is prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Associations Incorporation Act 1985*, including:

- i) giving a true and fair view of JusticeNet SA Incorporated's financial position as at 30 June 2014 and of its performance and cash flows for the year ended on that date;
- ii) complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

We have been given all information, explanations and assistance necessary for the conduct of the audit.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist JusticeNet SA Incorporated to meet the requirements of the *Associations Incorporation Act 1985*, the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

Edwards Marshall
Chartered Accountants

Jamie Dreckow
Partner

Adelaide
South Australia

Dated 4/11/14



**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 60-40 OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012
TO THE MEMBERS OF JUSTICENET SA INCORPORATED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2014 there has been no contraventions of the auditor independence requirements as set out in any applicable code of professional conduct in relation to the audit.

Edwards Marshall

Chartered Accountants

Jamie Dreckow

Partner

Adelaide

South Australia

Dated

6/12/14