

**JusticeNet SA Incorporated**  
**Financial Report for the Year Ended 30 June 2017**

**BOARD OF MANAGEMENT'S REPORT**

Your Board of Management submit the financial report of for the financial year ended 30 June 2017.

**Board Members**

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

Paula Stirling	President
Kerry Clark	Vice-President and Public officer
Nicholas Linke	Treasurer
Carolyn Mitchell	Secretary
Karen Lehmann (resigned 23/02/2017)	
Alan Merritt	
Jayne Stinson (resigned 06/06/2017)	
Simon Bourne	

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 2017 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, Refugee and Asylum Seeker Project and a Self-Representation Services in the District and Supreme Court of South Australia and Federal Courts (Adelaide and Darwin registry).

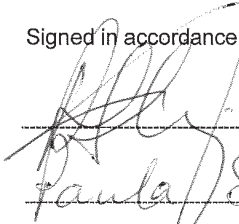
**Significant Changes**

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

**Operating Result**

The deficit for the year ended 30 June 2017 amounted to \$28,307 (2016 surplus \$637)

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

  
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Paula Stirling, President  
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Dated this 21 day of November 2017

**JusticeNet SA Inc**  
**Financial report for the year ended 30 June 2017**

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2017

	<b>Note</b>	<b>2017</b>	<b>2016</b>
		<b>\$</b>	<b>\$</b>
Revenue	2	485,659	509,100
Salaries, wages & employee costs		(449,519)	(431,084)
Fundraising expenses		(32,911)	(38,272)
Amortisation		(6,279)	(6,279)
Other operating expenses	2	(25,257)	(32,828)
<b>Current year surplus/ (deficit) before income tax</b>		<b>(28,307)</b>	<b>637</b>
Income tax expense			-
<b>Net current year surplus/ (deficit)</b>		<b>(28,307)</b>	<b>637</b>
<b>Other comprehensive income</b>		<b>-</b>	<b>-</b>
<b>Total other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
Net current year surplus/ (deficit) attributable to members of the entity		(28,307)	637
Total comprehensive income attributable to members of the entity		(28,307)	637

The accompanying notes form part of these financial statements.

**JusticeNet SA Inc**  
STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2017

	Note	2017 \$	2016 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash on hand	3	179,856	143,175
Trade and Other Receivables		6,451	10,692
<b>TOTAL CURRENT ASSETS</b>		<b>186,307</b>	<b>153,867</b>
NON-CURRENT ASSETS			
Intangible Assets	4	4,458	10,737
<b>TOTAL NON-CURRENT ASSETS</b>		<b>4,458</b>	<b>10,737</b>
<b>TOTAL ASSETS</b>		<b>190,765</b>	<b>164,604</b>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Accounts payable and other payables		--	-
Other Accruals	5	26,795	34,123
Grants Received in Advance		114,916	80,138
Employee Provisions		45,200	18,182
<b>TOTAL CURRENT LIABILITIES</b>		<b>186,911</b>	<b>132,443</b>
<b>TOTAL LIABILITIES</b>		<b>186,911</b>	<b>132,443</b>
<b>NET ASSETS</b>		<b>3,854</b>	<b>32,161</b>
<b>EQUITY</b>			
Retained earnings		3,854	32,161
<b>TOTAL EQUITY</b>		<b>3,854</b>	<b>32,161</b>

The accompanying notes form part of these financial statements.

**JusticeNet SA Inc**  
 STATEMENT OF CHANGES IN EQUITY  
 FOR THE YEAR ENDED 30 JUNE 2017

	<b>Retained Earnings</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2015</b>	31,524	31,524
<hr/>		
<b>Comprehensive income</b>		
Net surplus/ (deficit) for the year	637	637
Other comprehensive income for the year	-	-
<b>Total comprehensive income attributable to members of the entity</b>	32,161	32,161
<hr/>		
<b>Balance at 30 June 2016</b>	32,161	32,161
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<b>Balance at 1 July 2016</b>	32,161	32,161
<b>Comprehensive income</b>		
Net surplus/ (deficit) for the year	(28,307)	(28,307)
Other comprehensive income for the year		
<b>Total comprehensive income attributable to members of the entity</b>	(28,307)	(28,307)
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<b>Balance at 30 June 2017</b>	3,854	3,854
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The accompanying notes form part of these financial statements.

**JusticeNet SA Inc**  
 STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED 30 JUNE 2017

	<b>Note</b>	<b>2017</b>	<b>2016</b>
		\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Operating Grant Receipts		360,783	274,875
Other receipts		205,080	219,633
Payments to suppliers and employees		(493,746)	(510,154)
Net GST paid		(35,436)	(22,250)
Net cash (used in)/provided by operating activities	8	36,681	(37,896)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Payments for Software		-	-
Net (decrease)/increase in cash held		36,681	(37,896)
Cash on hand at beginning of financial year		143,175	181,071
Cash on hand at end of financial year	3	179,856	143,175

The accompanying notes form part of these financial statements.

## JusticeNet SA Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

### 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 and the Australian Charities and Not-for-profits Commission Act 2012. The Board of Management has determined that the association is not a reporting entity.

In order to satisfy Division 60 of the Australian Charities and 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. 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.

##### **c. Intangible Assets**

###### **Software**

Software is recorded at cost. It has a finite life and is carried at cost less accumulated amortisation and any impairment losses. Software has an estimated useful life of three years. It is assessed annually for impairment.

##### **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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### 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.

#### i. **Economic Dependency – Going Concern**

The financial report has been prepared on the going concern basis. However attention should be drawn to the following matters:

- 1) The Association incurred an operating deficit for the year ended 30 June 2017 of \$28,307 and an operating surplus for the year ended 30 June 2016 of \$637.
- 2) The Statement of Cash Flows reports a net increase in cash for the Association for the year ended 30 June 2017 of \$36,681, and a net decrease in cash for the year ended 30 June 2016 of \$37,896.
- 3) The Statement of Cash Flows reports an operating cash inflow for the year ended 30 June 2017 of \$36,681 and an operating cash outflow for the year ended 30 June 2016 of \$37,896.
- 4) The Association currently has funding secured with the Commonwealth Government until 30 June 2020. However it is noted that the ability of the Association to continue as a going concern is dependent on securing future funding and achieving operating surpluses and positive operating cash flows.

No adjustments have been made to the amounts stated in this financial report.

## JusticeNet SA Inc

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

#### NOTE 2: INCOME AND EXPENSES

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Income:		
Grant Income	284,820	287,018
Donations and Fundraising	150,834	180,544
Membership	42,729	39,231
Other income	7,276	2,307
<b>Total income</b>	<b>485,659</b>	<b>509,100</b>
Other operating expenses:		
Accounting Fees	-	850
Bank charges	187	245
Cleaning	460	536
Electricity and gas	677	869
Insurance	317	694
IT	2,405	2,430
NACLC Membership	7,137	6,783
Office Amenities	90	-
Office Equipment	-	6,344
OHS	21	22
Postage	527	594
Recruitment	270	255
Stationery	3,389	4,700
Sundry expenses	1,589	4,359
Telephone	3,319	2,555
Travel	4,869	1,592
	<b>25,257</b>	<b>32,828</b>



## JusticeNet SA Inc

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

NOTE 3: CASH ON HAND	2017	2016
	\$	\$
Operating cash account	61,580	82,355
ANZ Online Savings Account	118,201	60,804
Petty cash	75	16
	<u>179,856</u>	<u>143,175</u>

NOTE 4: INTANGIBLE ASSETS	2017	2016
	\$	\$
Software	18,840	18,840
Accumulated Amortisation	(14,382)	(8,103)
	<u>4,458</u>	<u>10,737</u>

NOTE 5: ACCOUNTS PAYABLE AND OTHER PAYABLES	2017	2016
	\$	\$
CURRENT		
Payroll Liabilities	10,157	10,175
Other Accruals	16,638	23,948
	<u>26,795</u>	<u>34,123</u>

#### NOTE 6: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The Association has no contingent liabilities at 30 June 2017.

#### NOTE 7: EVENTS AFTER THE REPORTING PERIOD

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

## JusticeNet SA Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

NOTE 8: CASH FLOW INFORMATION	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
<b>Reconciliation of cash flow from operating activities with net current year surplus/ (deficit)</b>		
Current year surplus/ (deficit) after income tax	(28,307)	637
Plus non-cash items:		
Amortisation	6,279	6,279
Changes in assets and liabilities:		
– (increase) / decrease in Trade and other receivables	4,241	(2,449)
– increase/(decrease) in Trade and other payables	-	(2,233)
– Increase/ decrease in Other accruals	(7,328)	(1,498)
– Increase/(decrease) in Grants in Advance	34,778	(41,619)
– Increase/(decrease) in Employee Benefits	27,018	2,987
<b>Net cash (used in)/provided by operating activities</b>	<b>36,681</b>	<b>(37,896)</b>

### NOTE 9: ASSOCIATION DETAILS

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

The Law School

Ligertwood Building

The University of Adelaide SA 5005

**JusticeNet SA Inc**


**STATEMENT BY MEMBERS OF THE BOARD OF MANAGEMENT**

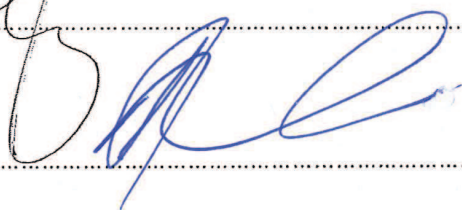
The Board of Management has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Board of Management the financial report as set out on pages 2 to 10:

1. There are reasonable grounds to believe the registered entity is able to pay all its debts, as and when they become due and payable.
2. The attached financial statements and notes thereto satisfy the requirements of Division 60 of the Australia Charities and Not-for-profits Commission Act 2012; including giving a true and fair view of the financial position and performance of the registered entity in accordance with Australian Accounting Standards .

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  .....

Treasurer  .....

Dated this 21 day of November 2017

**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 2017 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.

*Nexia Edwards Marshall*

Nexia Edwards Marshall  
Chartered Accountants



Damien Pozza  
Partner

Adelaide  
South Australia

21 November 2017

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

***Opinion***

We have audited the financial report, being a special purpose financial report, of JusticeNet SA Incorporated ('the Association'), which comprises the statement of financial position as at 30 June 2017, 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 to the financial statements, including a summary of significant accounting policies, and the statement by members of the board of management.

In our opinion, the accompanying financial report of JusticeNet SA Incorporated, is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*; including:

- (i) giving a true and fair view of JusticeNet SA Incorporated's financial position as at 30 June 2017 and of its financial performance for the year then ended; and
- (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 obtained all of the information and explanations required from the Association.

***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 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.

***Material Uncertainty Related to Going Concern***

Without modifying our opinion, we draw attention to Note 1 (i) of the financial report. These conditions, along with other matters as set forth in Note 1 (i), indicate the existence of a material uncertainty that may cast significant doubt about the Association's ability to continue as a going concern and therefore, the Association may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

***Emphasis of Matter - Basis of Accounting***

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 for the purpose of fulfilling the board of management's financial reporting requirement under the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

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

***Other information***

The board of management is responsible for the other information. The other information comprises the information in the Association's board of management report for the year ended 30 June 2017, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the other information we are required to report that fact. We have nothing to report in this regard.

***Board of Management's responsibility for the financial report***

The board of management 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 to the financial statements is appropriate to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and is appropriate to meet the needs of the members. The board of management are responsible for such internal control as it 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 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 accounting unless the board of management either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

***Auditor's responsibility 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 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 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.

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

***Auditor's responsibility for the audit of the financial report (Cont)***

- 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 those charged with governance.
- Conclude on the appropriateness of the board of management'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 of management 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.

*Nexia Edwards Marshall*

Nexia Edwards Marshall  
Chartered Accountants

*Damien Pozza*

Damien Pozza  
Partner

Adelaide  
South Australia

21 November 2017