

# JusticeNet SA Incorporated

## Financial Report for the Year Ended 30 June 2018

### BOARD OF MANAGEMENT'S REPORT

Your Board of Management submit the financial report of for the financial year ended 30 June 2018.

#### 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
Nick Anderson (commenced 21/11/2017)	Treasurer
Carolyn Mitchell	Secretary
Alice Graham	
Julia Dreosti (commenced 21/11/2017)	
Anna Wells (commenced 21/11/2017)	
Catherine McMorrine (commenced 19/2/2018)	

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 2018 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 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).

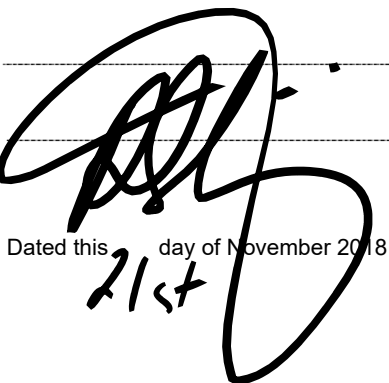
#### Significant Changes

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

#### Operating Result

The surplus for the year ended 30 June 2018 amounted to \$45,090 (2017 deficit: \$28,307)

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



Dated this 21st day of November 2018

**JusticeNet SA Inc**  
**Financial report for the year ended 30 June 2018**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	<b>Note</b>	<b>2018</b>	<b>2017</b>
		<b>\$</b>	<b>\$</b>
Revenue	2	643,264	485,659
Salaries, wages & employee costs		(495,414)	(449,519)
Fundraising expenses		(59,224)	(32,911)
Amortisation		(4,458)	(6,279)
Other operating expenses	2	(39,078)	(25,257)
<b>Current year surplus/ (deficit) before income tax</b>		<b>45,090</b>	<b>(28,307)</b>
Income tax expense		-	-
<b>Net current year surplus/ (deficit)</b>		<b>45,090</b>	<b>(28,307)</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		45,090	(28,307)
Total comprehensive income attributable to members of the entity		45,090	(28,307)

The accompanying notes form part of these financial statements.

**JusticeNet SA Inc**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2018**

	<b>Note</b>	<b>2018</b>	<b>2017</b>
		<b>\$</b>	<b>\$</b>
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash on hand	3	337,324	179,856
Trade and Other Receivables		54,604	6,451
<b>TOTAL CURRENT ASSETS</b>		<b>391,928</b>	<b>186,307</b>
<b>NON-CURRENT ASSETS</b>			
Intangible Assets	4	-	4,458
<b>TOTAL NON-CURRENT ASSETS</b>		<b>-</b>	<b>4,458</b>
<b>TOTAL ASSETS</b>		<b>391,928</b>	<b>190,765</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable and other payables		7,974	-
Other Accruals	5	43,467	26,795
Grants Received in Advance		237,123	114,916
Employee Provisions		54,420	45,200
<b>TOTAL CURRENT LIABILITIES</b>		<b>342,984</b>	<b>186,911</b>
<b>TOTAL LIABILITIES</b>		<b>342,984</b>	<b>186,911</b>
<b>NET ASSETS</b>		<b>48,944</b>	<b>3,854</b>
<b>EQUITY</b>			
Retained earnings		48,944	3,854
<b>TOTAL EQUITY</b>		<b>48,944</b>	<b>3,854</b>

The accompanying notes form part of these financial statements.

**JusticeNet SA Inc**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	<b>Retained Earnings</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2016</b>	32,161	32,161
<hr/>		
<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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<b>Balance at 1 July 2017</b>	3,854	3,854
<b>Comprehensive income</b>		
Net surplus/ (deficit) for the year	45,090	9,503
Other comprehensive income for the year	-	-
<b>Total comprehensive income attributable to members of the entity</b>	45,090	9,503
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<b>Balance at 30 June 2018</b>	48,944	13,357
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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 2018**

	<b>Note</b>	<b>2018</b>	<b>2017</b>
		<b>\$</b>	<b>\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Operating Grant Receipts		653,538	360,783
Other receipts		120,954	205,080
Payments to suppliers and employees		(568,121)	(493,746)
Net GST paid		(48,903)	(35,436)
Net cash (used in)/provided by operating activities	8	157,468	36,681
Net (decrease)/increase in cash held		157,468	36,681
Cash on hand at beginning of financial year		179,856	143,175
Cash on hand at end of financial year	3	337,324	179,856

The accompanying notes form part of these financial statements.

## JusticeNet SA Inc

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

#### 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 2018

#### 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 achieved an operating surplus for the year ended 30 June 2018 of \$45,090 and an operating deficit for the year ended 30 June 2017 of \$28,307.
- 2) The Statement of Cash Flows reports a net increase in cash for the Association for the year ended 30 June 2018 of \$157,468, and a net increase in cash for the year ended 30 June 2017 of \$36,681.
- 3) The Statement of Cash Flows reports an operating cash inflow for the year ended 30 June 2018 of \$157,468 and an operating cash outflow for the year ended 30 June 2017 of \$36,681.
- 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 2018

#### NOTE 2: INCOME AND EXPENSES

	<b>2018</b>	<b>2017</b>
	\$	\$
<b>Income:</b>		
Grant Income	474,158	284,820
Donations and Fundraising	122,916	150,834
Membership	23,454	42,729
Other income	22,736	7,276
<b>Total income</b>	643,264	485,659
 <b>Other operating expenses:</b>		
Accounting Fees	263	-
Bank charges	73	187
Cleaning	-	460
Electricity and gas	1,538	677
Insurance	2,057	317
IT	4,238	2,405
NACLC Membership	6,498	7,137
Office Amenities	871	90
Office Equipment	2,422	-
OHS	-	21
Postage	2,000	527
Recruitment	275	270
Stationery	4,031	3,389
Sundry expenses	5,832	1,589
Telephone	3,038	3,319
Training	3,073	-
Travel	2,869	4,869
<b>Total Operating Expenses</b>	39,078	25,257



## JusticeNet SA Inc

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 3: CASH ON HAND	2018	2017
	\$	\$
Operating cash account	275,296	61,580
ANZ Online Savings Account	62,014	118,201
Petty cash	14	75
	<hr/>	<hr/>
	337,324	179,856

NOTE 4: INTANGIBLE ASSETS	2018	2017
	\$	\$
Software	18,840	18,840
Accumulated Amortisation	(18,840)	(14,382)
	<hr/>	<hr/>
	-	4,458

NOTE 5: OTHER ACCRUALS	2018	2017
	\$	\$
CURRENT		
Payroll Liabilities	1,286	10,157
Other Accruals	42,181	16,638
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	43,467	26,795

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

The Association has no contingent liabilities at 30 June 2018.

#### 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 2018

NOTE 8: CASH FLOW INFORMATION	<b>2018</b>	<b>2017</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	45,090	(28,307)
Plus, non-cash items:		
Amortisation	4,458	6,279
Changes in assets and liabilities:		
– (increase) / decrease in Trade and other receivables	(48,153)	4,241
– increase/(decrease) in Trade and other payables	7,974	-
– Increase/ decrease in Other accruals	16,672	(7,328)
– Increase/(decrease) in Grants in Advance	122,207	34,778
– Increase/(decrease) in Employee Benefits	9,220	27,018
<b>Net cash (used in)/provided by operating activities</b>	<b>157,468</b>	<b>36,681</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

STATEMENT BY MEMBERS OF THE BOARD OF MANAGEMENT

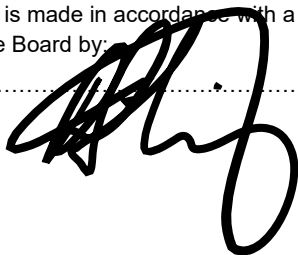
The Board of Management has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

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<sup>st</sup> day of November 2018