

JusticeNet SA Incorporated
Financial Report for the Year Ended 30 June 2015

BOARD OF MANAGEMENT'S REPORT

Your Board of Management submit the financial report of for the financial year ended 30 June 2015.

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	Public officer
Melissa Ballantyne	
Gabrielle Canny (1 July 2014 to 4 February 2015)	
Karen Lehmann (4 February 2015 to date of this report)	
Alan Merritt	
Carolyn Mitchell	Secretary
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 2015 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 2015 amounted to \$25,368 (2014 deficit \$ 5,728)

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



PAULA STIRLING
PRESIDENT

Dated this 7 day of October 2015

JusticeNet SA Inc
Financial report for the year ended 30 June 2015

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR
ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
Revenue	2	371,673	242,630
Salaries, wages & employee costs		(322,087)	(198,433)
Fundraising expenses		(33,186)	(7,868)
Amortisation		(1,824)	-
Other operating expenses	2	(39,944)	(42,057)
Current year surplus/ (deficit) before income tax		(25,368)	(5,728)
Income tax expense		-	-
Net current year surplus/ (deficit)		(25,368)	(5,728)
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		(25,368)	(5,728)
Total comprehensive income attributable to members of the entity		(25,368)	(5,728)

The accompanying notes form part of these financial statements.

JusticeNet SA Inc
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015

	Note	2015 \$	2014 \$
ASSETS			
CURRENT ASSETS			
Cash on hand	3	181,071	169,280
Trade and Other Receivables		8,243	1,193
TOTAL CURRENT ASSETS		<u>189,314</u>	<u>170,473</u>
NON-CURRENT ASSETS			
Intangible Assets	4	17,016	-
TOTAL NON-CURRENT ASSETS		<u>206,330</u>	<u>-</u>
TOTAL ASSETS		<u>206,330</u>	<u>170,473</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables		2,233	-
Other Accruals	5	35,621	21,540
Grants Received in Advance		121,757	82,128
Employee Provisions		15,195	9,913
TOTAL CURRENT LIABILITIES		<u>174,806</u>	<u>113,581</u>
TOTAL LIABILITIES		<u>174,806</u>	<u>113,581</u>
NET ASSETS		<u>31,524</u>	<u>56,892</u>
EQUITY			
Retained earnings		31,524	56,892
TOTAL EQUITY		<u>31,524</u>	<u>56,892</u>

The accompanying notes form part of these financial statements.

JusticeNet SA Inc

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2015

	Retained Earnings	Total
	\$	\$
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	56,892	56,892
Balance at 30 June 2014	56,892	56,892
Balance at 1 July 2014	56,892	56,892
Comprehensive income		
Net surplus/ (deficit) for the year	(25,368)	(25,368)
Other comprehensive income for the year	-	-
Total comprehensive income attributable to members of the entity	(25,368)	(25,368)
Balance at 30 June 2015	31,524	31,524

The accompanying notes form part of these financial statements.

JusticeNet SA Inc

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating Grant Receipts		270,808	213,034
Receipts from Walk for Justice		61,634	44,973
Other receipts		102,757	87,193
Payments to suppliers and employees		(382,541)	(238,412)
Net GST (paid) / received		(22,027)	(18,368)
Net cash (used in)/provided by operating activities	8	30,631	88,420
 CASH FLOW FROM INVESTING ACTIVITIES			
Payments for Software		(18,840)	-
		(18,840)	-
Net (decrease)/increase in cash held		11,791	88,420
Cash on hand at beginning of financial year		169,280	80,860
Cash on hand at end of financial year	3	181,071	169,280

The accompanying notes form part of these financial statements.

JusticeNet SA Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

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 Australian Charities and Not-for-profits Commission Act 2012. The Board 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. 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. 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 between one and three year. It is assessed annually for impairment.

e. 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.

JusticeNet SA Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

f. 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

g. 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.

h. 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.

i. 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 2015

NOTE 2: INCOME AND EXPENSES	2015	2014
	\$	\$
Income:		
Grant Income	200,232	110,463
Fundraising	91,272	53,122
Membership	37,481	49,855
Donations	39,980	23,029
Other income	2,708	6,161
Total income	371,673	242,630
Other operating expenses:		
Accounting Fees	350	350
Bank charges	399	219
Cleaning	844	701
Communication	14,189	-
Electricity and gas	514	1,315
Insurance	434	341
IT	2,882	8,499
LSSA Membership	(884)	1,610
Mobile telephone	-	544
NACLC Membership	1,213	1,145
Office Amenities	43	290
Office Equipment	1,918	5,107
OHS	38	117
Parking	400	297
Postage	663	674
Practising Certificate	2,046	2,000
Project Evaluation	-	2,727
RASSA Disbursement Expense	2,474	-
Recruitment	255	1,153
Set Up Costs	661	868
Staff development	5,705	9,388
Stationery	1,630	448
Subscriptions	86	-
Sundry expenses	264	160
Telephone	2,292	1,309
Travel	1,528	2,795
	39,944	42,057

JusticeNet SA Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

NOTE 3: CASH ON HAND	2015	2014
	\$	\$
Operating cash account	27,303	20,437
ANZ Online Savings Account	153,497	148,788
Petty cash	271	55
	<hr/>	<hr/>
	181,071	169,280

NOTE 4: INTANGIBLE ASSETS	2015	2014
	\$	\$
Intangible Asset - Software	18,840	-
Accumulated Amortisation	(1,824)	-
	<hr/>	<hr/>
	17,016	-

NOTE 5: ACCOUNTS PAYABLE AND OTHER PAYABLES	2015	2014
	\$	\$
CURRENT		
Payroll Liabilities	13,368	9,968
Other Accruals	22,253	11,572
	<hr/>	<hr/>
	35,621	21,540

NOTE 6: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The Association has no contingent liabilities at 30 June 2015.

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

NOTE 8: CASH FLOW INFORMATION

	2015	2014
	\$	\$
Reconciliation of cash flow from operating activities with net current year surplus		
Current year surplus/ (deficit) after income tax	(25,368)	(5,728)
Add back		
Amortisation	1,824	-
Changes in assets and liabilities:		
- (increase) / decrease in Trade and other receivables	(7,050)	15,347
- increase/(decrease) in Trade and other payables	2,233	-
- Increase/ decrease in Other accruals	14,081	10,650
- Increase/(decrease) in Grants in Advance	39,629	63,628
- Increase/(decrease) in Employee Benefits	5,282	4,523
Net cash (used in)/provided by operating activities	30,631	88,420

NOTE 9: ASSOCIATION DETAILS

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

The University of Adelaide

The Law School, Ligterwood Building

Adelaide SA 5005

JusticeNet SA Inc

STATEMENT BY MEMBERS OF THE BOARD OF MANAGEMENT

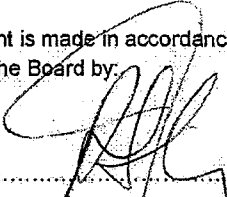
The Board of Management has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

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

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 .
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 STIRLING

Treasurer.....


NICHOLAS LINKE

Dated this 7 day of October 2015



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 2015, 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 of a financial report that is gives a true and fair view, 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 2015 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

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* and 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

7 October 2015