

Asylum Seekers Centre Incorporated

ABN 47 164 509 475

Financial Statements

For the Year Ended 30 June 2016

Asylum Seekers Centre Incorporated

ABN 47 164 509 475

Contents

For the Year Ended 30 June 2016

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Asylum Seekers Centre Incorporated

ABN 47 164 509 475

Auditors Independence Declaration under Section 60.40 of the Australian Charities and Not-for-Profits Commission Act 2012 To the Directors of Asylum Seekers Centre Incorporated

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2016, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-Profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

DFK Laurence Varnay



Colin Grady
Partner

1 December 2016

Sydney

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Asylum Seekers Centre Incorporated

ABN 47 164 509 475

Statement of Profit or Loss and Other Comprehensive Income**For the Year Ended 30 June 2016**

		2016	2015
	Note	\$	\$
Grant income	3	801,256	826,282
Donations and bequests	3, 12(a)	1,727,857	1,064,575
Fundraising event revenue	3, 12(a)	182,181	193,842
Other income	3	8,013	19,071
Total income		2,719,307	2,103,770
Asylum Seeker Aid & Services			
Services			
Casework		(297,825)	(292,732)
Legal		(56,247)	(89,248)
Advocacy & Community Education		(115,505)	(87,775)
Employment Assistance		(125,334)	(115,121)
Healthcare		(118,565)	(107,312)
Education & Social support		(82,780)	(68,520)
Material Aid		(216,238)	(185,881)
Volunteers		(69,904)	(57,453)
Direct Services Management		(144,828)	(109,974)
Superannuation & Leave costs		(88,867)	(73,016)
		(1,316,093)	(1,187,032)
Financial Aid			
Direct Emergency Financial Support		(328,938)	(260,776)
Accommodation		(110,558)	(120,076)
		(439,496)	(380,852)
Total Asylum Seeker Aid & Services	12(d)	(1,755,589)	(1,567,884)
Accountability, Fundraising & Running costs			
Accountability & administration		(116,337)	(96,114)
Fundraising costs - events	12(a)	(8,927)	(32,047)
Fundraising costs - other	12(a)	(241,402)	(134,657)
Superannuation & leave costs		(36,345)	(20,072)
Running costs		(83,160)	(70,843)
Insurance		(34,864)	(35,940)
IT costs		(64,713)	(41,599)
Building maintenance, rates & utilities		(75,241)	(45,928)
Total Accountability, Fundraising & Running Costs	12(d)	(660,989)	(477,200)
Surplus before income tax		302,729	58,686
Income tax expense	2(a)	-	-
Surplus for the year		302,729	58,686
Other comprehensive income for the year, net of tax		-	-
Total comprehensive surplus for the year		302,729	58,686

The accompanying notes form part of these financial statements.

Asylum Seekers Centre Incorporated

ABN 47 164 509 475

Statement of Financial Position**As At 30 June 2016**

	Note	2016 \$	2015 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	861,743	930,635
Trade and other receivables	5	7,843	36,400
Current tax receivable	6	3,219	7,793
TOTAL CURRENT ASSETS		872,805	974,828
NON-CURRENT ASSETS			
Property, plant and equipment	7	2,003,655	1,993,355
TOTAL NON-CURRENT ASSETS		2,003,655	1,993,355
TOTAL ASSETS		2,876,460	2,968,183
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	18,441	10,750
Employee benefits	9	60,174	52,093
Other financial liabilities	10	115,829	526,053
TOTAL CURRENT LIABILITIES		194,444	588,896
TOTAL LIABILITIES		194,444	588,896
NET ASSETS		2,682,016	2,379,287
EQUITY			
Reserves		66,750	66,750
Retained earnings		2,615,266	2,312,537
TOTAL EQUITY		2,682,016	2,379,287

The accompanying notes form part of these financial statements.

Asylum Seekers Centre Incorporated

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Statement of Changes in Equity**For the Year Ended 30 June 2016****2016**

	Retained Earnings	Reserves - Sinking Fund	Reserves - Microloans	Total
	\$	\$	\$	\$
Balance at 1 July 2015	2,312,537	50,000	16,750	2,379,287
Surplus attributable to members	302,729	-	-	302,729
Balance at 30 June 2016	2,615,266	50,000	16,750	2,682,016

2015

	Retained Earnings	Reserves - Sinking Fund	Reserves - Microloans	Total
	\$	\$	\$	\$
Balance at 1 July 2014	2,253,851	50,000	16,750	2,320,601
Surplus attributable to members	58,686	-	-	58,686
Balance at 30 June 2015	2,312,537	50,000	16,750	2,379,287

The accompanying notes form part of these financial statements.

Asylum Seekers Centre Incorporated

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Statement of Cash Flows
For the Year Ended 30 June 2016

	2016	2015
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from clients	-	5,000
Donations received	1,337,259	875,173
Grants received	781,630	777,890
Proceeds from fundraising	182,181	193,842
Payments to suppliers and employees	(2,383,049)	(2,072,166)
Interest received	8,013	19,071
GST recovered/(paid)	4,574	(2,910)
Net cash provided by/(used in) operating activities	11 (69,392)	(204,100)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	500	-
Purchase of property, plant and equipment	-	(38,748)
Net cash used by investing activities	500	(38,748)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Reconciliation of reserves	-	(238)
Net cash used by financing activities	-	(238)
Net increase/(decrease) in cash and cash equivalents held	(68,892)	(243,086)
Cash and cash equivalents at beginning of year	930,635	1,173,721
Cash and cash equivalents at end of financial year	4 861,743	930,635

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2016

The financial statements cover Asylum Seekers Centre Incorporated as an individual entity. Asylum Seekers Centre Incorporated is a not-for-profit Association incorporated in New South Wales under the Associations Incorporation Act (NSW) 2009 and Associations Incorporation Regulation (NSW) 2010 ('the Act').

The principal activities of the Association for the year ended 30 June 2016 were to provide a welcoming environment and practical support for community-based asylum seekers residing in New South Wales, while building community support and pursuing social justice outcomes for asylum seekers.

The functional and presentation currency of Asylum Seekers Centre Incorporated is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the opinion of the Committee of Management, the Association is not a reporting entity since there are unlikely to exist users of the financial report who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Act and the *Australian Charities and Not-for-Profits Commission Act 2012*.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

2 Summary of Significant Accounting Policies

(a) Income Tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Association and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

All revenue is stated net of the amount of goods and services tax (GST).

Grant revenue

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the entity obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Notes to the Financial Statements

For the Year Ended 30 June 2016

2 Summary of Significant Accounting Policies continued

(b) Revenue and other income continued

Grant revenue continued

Asylum Seekers Centre Incorporated receives non-reciprocal contributions of assets from the other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of profit or loss and other comprehensive income.

Grants received, from the other parties, are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

Donations

Donations and bequests are recognised as revenue when received.

Where donations or bequests require certain conditions to be met, the donations are recognised at fair value where there is reasonable assurance that the funds will be received and all conditions set by the donor will be met. Donations relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Donations relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

Interest revenue

Interest is recognised as revenue when received.

(c) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(d) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date at fair value.

Notes to the Financial Statements

For the Year Ended 30 June 2016

2 Summary of Significant Accounting Policies continued

(d) Property, Plant and Equipment continued

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Land and buildings are measured using the cost model.

Plant and equipment are measured using the cost model.

Items of plant and equipment, which have been donated and recognised as donations-in-kind, have been fully depreciated during the previous financial year, with the exception of the motor vehicle.

(e) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(f) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

3 Revenue and Other Income

	2016	2015
	\$	\$
Revenue		
- Grant income	801,256	826,282
- Donations and bequests	1,727,857	1,064,575
- Interest income	8,013	19,071
- Fundraising event revenue	182,181	193,842
Total Revenue	2,719,307	2,103,770

4 Cash and cash equivalents

Cash at bank and in hand	61,051	109,007
Short-term bank deposits	800,692	821,628
	861,743	930,635

5 Trade and other receivables

	2016	2015
	\$	\$
CURRENT		
Trade receivables	-	27,500
Micro loans	7,798	8,100

Asylum Seekers Centre Incorporated

ABN 47 164 509 475

Notes to the Financial Statements

For the Year Ended 30 June 2016

5 Trade and other receivables continued

	2016	2015
	\$	\$
Other receivables	45	800
	<u>7,843</u>	<u>36,400</u>

6 Tax

GST receivable	<u>3,219</u>	<u>7,793</u>
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7 Property, plant and equipment

Land & buildings		
At cost	<u>1,949,907</u>	<u>1,949,907</u>
Plant and equipment		
At cost	41,418	41,418
Accumulated depreciation	<u>(41,418)</u>	<u>(41,418)</u>
Total plant and equipment	<u>-</u>	<u>-</u>
Motor vehicles		
At fair value	15,000	4,700
Improvements		
At cost	<u>38,748</u>	<u>38,748</u>
	<u>2,003,655</u>	<u>1,993,355</u>

Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Buildings	Motor Vehicles	Improvements	Total
	\$	\$	\$	\$
Year ended 30 June 2016				
Balance at the beginning of year	1,949,907	4,700	38,748	1,993,355
Additions at fair value (donations in kind)	-	15,000	-	15,000
Disposals	-	(4,700)	-	(4,700)
Balance at the end of the year	<u>1,949,907</u>	<u>15,000</u>	<u>38,748</u>	<u>2,003,655</u>

8 Trade and other payables

	2016	2015
	\$	\$
CURRENT		

Notes to the Financial Statements

For the Year Ended 30 June 2016

8 Trade and other payables continued

8 Trade and other payables continued

	2016	2015
	\$	\$
Unsecured liabilities		
PAYG withholding payables	18,238	10,750
Other payables	203	-
	18,441	10,750

9 Employee Benefits

Current liabilities		
Provision for employee benefits	60,174	52,093

10 Other Financial Liabilities

CURRENT		
Unspent grants	115,829	135,455
Unspent donation income	-	390,598
	115,829	526,053

Unspent grants and donation income

The unspent grants and donation income represent grants and donations which are tied to expenditure on specified future projects.

11 Cash Flow Information

Reconciliation of result for the year to cashflows from operating activities		
Surplus for the year	302,729	58,686
Non-cash flows in profit:		
- loss on disposal of motor vehicles	4,200	-
- motor vehicle donated in kind	(15,000)	-
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	28,556	(21,043)
- (increase)/decrease in tax receivable	4,574	(2,910)
- increase/(decrease) in deferred income	(410,224)	(237,794)
- increase/(decrease) in trade and other payables	7,692	2,111
- increase/(decrease) in provisions	8,081	(3,150)
Cashflow from operations	(69,392)	(204,100)

Notes to the Financial Statements

For the Year Ended 30 June 2016

12 Information Required Under The Charitable Fundraising Act 1991 (NSW)

(a) Fundraising Income & Expense

Details of aggregate gross income and total expenses in fundraising appeals:

		2016	2015
		\$	\$
Donations		1,485,357	878,325
Donation in kind		242,500	186,250
Total donations	3	1,727,857	1,064,575
Fundraising revenue	3	182,181	193,842
		1,910,038	1,258,417
Fundraising costs - other		(241,402)	(134,657)
Fundraising costs - events		(8,927)	(32,047)
		(250,329)	(166,704)
Total		1,659,709	1,091,713

(b) Application of funds for charitable purposes

Funds collected from fundraising appeals were fully utilised during the year, to provide additional financial support for the services provided.

(c) Fundraising appeals conducted during the year:

Fundraising appeals conducted under the Charitable Fundraising Act 1991 (NSW) included direct appeals for donations, community fundraising activities and other events.

(d) Additional Information Required Under Charitable Fundraising Act 1991 (NSW)

	A	B	2016	2015
	\$	\$	A/B (%)	A/B (%)
Total cost of fundraising appeals(A)/				
Gross Income from fundraising appeals (B)	250,329	1,910,038	13.11	13.25
Net surplus from fundraising (A)/				
Gross income from fundraising appeals (B)	1,659,709	1,910,038	86.90	86.75
Total cost of services (A)/				
Total expenditure (B)	1,755,588	2,416,578	72.65	76.67
Total cost of services (A)/				
Total income received (B)	1,755,588	2,719,307	64.56	74.53

13 Association Details

The registered office of the association is:

Asylum Seekers Centre Incorporated
43 Bedford Street
Newtown NSW 2042

Asylum Seekers Centre Incorporated

ABN 47 164 509 475

Declaration by Members of the Committee

In the opinion of the committee, the financial report as set out on pages 2 to 11:

1. Present fairly the financial position of Asylum Seekers Centre Incorporated as at 30 June 2016 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board, and the reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.
2. The provisions of the *Charitable Fundraising Act 1991 (NSW)*, the Regulations under the Act and the conditions attached to the authority to fundraise have been complied with by the Centre, and the internal controls exercised by the organisation are appropriate and effective in accounting for all income received and applied by the Centre from any of its fundraising appeals.
3. At the date of this statement, there are reasonable grounds to believe that Asylum Seekers Centre Incorporated will be able to pay its debts as and when they fall due.

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

Committee member

S Bradley

Committee member

STEVEN BRADLEY

Dated this

1st

day of

December 2016

Asylum Seekers Centre Incorporated

ABN 47 164 509 475

Independent Audit Report to the members of Asylum Seekers Centre Incorporated

Report on the Financial Report

We have audited the accompanying financial report of Asylum Seekers Centre Incorporated, which comprises the statement of financial position as at 30 June 2016, 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 comprising a summary of significant accounting policies and other explanatory information, and the declaration by members of the committee.

Management's Responsibility for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and *Associations Incorporation Act (NSW) 2009 and Associations Incorporation Regulation (NSW) 2016* and the *Australian Charities and Not-for-Profits Commission Act 2012*, and for such internal control as management determines is necessary to enable the preparation and fair presentation of the 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 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 from material misstatement.

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 and fair presentation of the financial report 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, 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.

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Asylum Seekers Centre Incorporated

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Independent Audit Report to the members of Asylum Seekers Centre Incorporated

Opinion

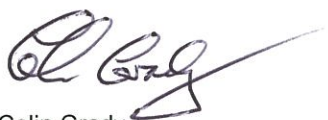
In our opinion, the financial report presents fairly, in all material respects, the financial position of Asylum Seekers Centre Incorporated as at 30 June 2016, and its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards and *Associations Incorporation Act (NSW) 2009* and *Associations Incorporation Regulation (NSW) 2016* and the *Australian Charities and Not-for-Profits Commission Act 2012*.

Report on Other Legal and Regulatory Requirements

In accordance with sub-section 24(2) of the *Charitable Fundraising Act 1991 (NSW)*, we report that, in our opinion,:

- (a) the accounts show a true and fair view of the financial result of fundraising appeals for the financial year;
- (b) the accounts and associated records have been properly kept during the financial year, in accordance with the *Charitable Fundraising Act 1991 (NSW)* and the Regulations under the Act;
- (c) the money received as a result of fundraising appeals conducted during the financial year have been properly accounted for and applied in accordance with the *Charitable Fundraising Act 1991 (NSW)* and the Regulations under the Act; and
- (d) at the date of this report, there are reasonable grounds to believe that Asylum Seekers Centre Incorporated will be able to pay its debts as and when they fall due.

DFK Laurence Varnay



Colin Grady
Partner

Sydney

Dated this 1st day of December .2016

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