

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

ANNUAL REPORT
FOR THE YEAR ENDED
30 JUNE 2014

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The financial report covers Independent Living Centre NSW as an individual entity. The financial report is presented in the Australian currency.

The financial report was authorised for issue by the directors on 27th October 2014. The company has the power to amend and reissue the financial report.

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

DIRECTORS' REPORT

Your directors present this report on the entity for the financial year ended 30 June 2014.

1) Directors

The names of each person who has been a director during the year and to the date of this report are:

Mr Jonathan Ladd	Chairperson
Mr Colin Slattery	Deputy Chairperson
Ms Ann-Mason Furnage	
Ms Fiona Given	
Mr Jeevan Joshi	
Ms Kate Loxton	

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

The principal activities of the entity during the financial year was to provide information services to people with disabilities, older people, carers, allied health professionals and the community on Assistive Technologies (Aids and Equipment) and the built environment.

The entity's short term objectives are to:

- Ensure that our service delivery models person centred practice and develop resources to build consumer capacity in decision making
- To increase the breadth and scope of our skills and knowledge base across the spectrum of Assistive Technologies
- Develop our Registered Training Organisation and Access Consultancy activities so that they sustain the core business

The entity's long term objectives are to:

Vision: Endless possibilities for all.

Organisational Purpose: To provide impartial advice, information and leadership on assistive technology that builds possibilities for choice.

- Knowing our customers
- Delivering valued information products and services
- Leading in AT and the built environment
- Building sustainable organisation

To achieve these objectives, the entity has adopted the following strategies:

- Developed a new display that is inclusive of home automation and ensured that staff understands the features and applications
- Undertaken a strategic planning process and aligned business to strategic objectives
- Maintained accreditation as a Registered Training Organisation

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DIRECTORS' REPORT (continued)

- Maintained the commitment of the Board of Directors and staff to providing the best possible outcomes for the people of NSW who require Assistive Technologies to have and maintain their independence and quality of life.
- Supported staff in their professional development to ensure that ILCNSW skills and knowledge adapt to the changing Assistive Technology environment.
- Successfully sought project funds from sources other than government

2) Information on Directors

Mr Jonathan Ladd	-	Independent Non-Executive
Qualifications	-	University of Durham, UK, 1973-76 BA Philosophy and Psychology.
Experience	-	Jonathan Ladd has 35+ years of diverse line, technology, management, consulting and director-level experience. Currently Group CEO of Datacom, experience covers business strategy, management and information technology across multiple sectors, working in multiple countries and cultures. Mr Ladd was appointed as a Director in November 2009.
Special Responsibilities	-	Chairperson from 26 November 2011.

Mr Colin Slattery	-	Independent Non-Executive Director.
Qualifications	-	Graduate Certificate Science (Applied Statistics) (2012) Masters in Organisational Coaching (merit) (2010) Certificate IV Workplace Assessment & Training (2006). Postgraduate Diploma in Management (Marketing) (2000, Macquarie University). Bachelor of Applied Science (Speech Pathology) (1992, Sydney University).
Experience	-	Colin Slattery is currently a director of his own research, training and consulting business. He brings his expertise in human resource management, marketing, training and coaching to individuals and organizations. Colin has extensive experience in the government and non-government sector and has worked at various levels of management. Director since March 2007.
Special Responsibilities	-	Deputy Chairperson from 26 th November 2011 to 9 th December 2013.

INDEPENDENT LIVING CENTRE NSW*ABN 44 103 681 572***DIRECTORS' REPORT (continued)**

Ms Ann-Mason Furmage	-	Independent Non-Executive Director.
Qualifications	-	B.Bus (Accounting) WAIT (now John Curtin University) Certified Practicing Accountant.
Experience	-	Ann-Mason Furmage is a person with physical disabilities who retired from active employment after more than twenty years experience as an accountant and financial controller in Australia and the USA. Ms Furmage is a former President of the Physical Disability Council of NSW (2004-2013) and was appointed as a Director of the ILCNSW in May 2009.
Special Responsibilities	-	Deputy Chairperson from 9 th December 2013.

Ms Fiona Given	-	Independent Non-Executive Director.
Qualifications	-	BA (Hons) LLB (Macquarie University, 2004) Grad. Dip in Legal Practice (College of Law)
Experience	-	Fiona Given is a person with cerebral palsy and complex communication needs and uses various forms of AAC and various forms of assistive technologies. She is the President of AAC Voice and People with Disability Australia. Fiona has worked in a range of legal settings. Currently she is a part time community member of NSW Guardianship and funds her own consultancy business doing various research projects in the disability sector. Ms Given was appointed as a Director in March 2013.

Mr Jeevan Joshi	-	Independent Non-Executive Director.
Qualifications	-	Business Management (HR), XLRI, India 1993. M. Technology (Biochemical Engg.), Inst of Tech, BHU India 1991. B. Pharmacy, Delhi University, India 1989.
Experience	-	Jeevan Joshi is the Principal Consultant at KnowledgeWorking. He has over 19 years experience in designing and delivering e-Learning, human capital, knowledge, risk and compliance solutions for leading organisations in Australia, New Zealand and Asia. He has wide exposure to various functions including business development, project management, consulting and human resources and has worked for leading companies such as Deloitte, Ernst & Young and PWC. Jeevan has a Masters in Biochemical Engineering and a MBA. He is a member of the Australian Institute of Company Directors and the Simulation Industry Association of Australia. Mr Joshi was appointed as a Director December 2009.

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DIRECTORS' REPORT (continued)

Ms Kate Loxton	-	Independent Non-Executive Director.
Qualifications	-	BaAppSc (Occupational Therapy)
Experience	-	<p>Kate Loxton has extensive experience working as an Occupational Therapist with children and adults with neurological conditions. In 1997 Kate founded a private multidisciplinary therapy team known as Rehab on the Move and in 2005 opened a second branch specialising in the needs of children, Child First Paediatric Therapy. Her role in the business as business owner includes managing director duties and business development.</p> <p>She has a passion for integrated care to assist adults and children alike to live fulfilled lives within their home and community environments</p> <p>Kate currently sits on the board of Brain Injury Association NSW and Sydney North Shore and Beaches Medicare Local.</p> <p>Ms Loxton was appointed as a Director in March 2013.</p>

3) Meetings of Directors

During the financial year 8 meetings of directors were held. Attendances by each director were as follows:

	Directors Meetings	
	Number eligible to attend	Number attended
Mr Jonathan Ladd	7	7
Mr Colin Slattery	7	5
Ms Ann-Mason Furnage	7	7
Ms Fiona Given	7	6
Mr Jeevan Joshi	7	6
Ms Kate Loxton	7	6

The entity is incorporated under the Corporations Act 2001 and is an entity limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$1 each towards meeting any outstanding obligations of the entity. At 30 June 2014 the collective liability of members was \$19 (2013: \$27).

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DIRECTORS' REPORT (continued)

4) Company Secretary

Mr Anthony Sammut was appointed Company Secretary from 28 September 2009.

5) Operating and financial review

Overview

The Statement of Profit or Loss and Comprehensive Income shows a surplus for the year ended 30 June 2014 of \$7,994 compared with a deficit of (\$138,490) in 2013. This surplus consists of an operating surplus of \$81,292, project funding for capital items of \$54,421 and the allocation of leasehold improvements amortisation of (\$127,719) against the prior year's relocation grant of \$482,751 which covers building costs and fixed assets.

This original relocation grant of \$482,751 was recognised as income in 2012 ahead of the 5 years amortisation and depreciation costs on the Blacktown works which will contribute to non-operating deficits in those years covering the term of the lease.

The company's total assets decreased by (\$111,656) to \$2,063,263 (2013: \$2,174,919) over the year. The decrease in total assets consisted of a decrease in cash of (\$300,582) mainly due to spending on the Everyone Connects Telstra project (\$217,192) and monies that were held for ADHC for a possible re-auspice had been approved for our use for the Hunter Consumer Capacity Project, expenditure this year totalling (\$140,433). The asset decrease was also affected by the continuing allocation of leasehold improvements amortisation of (\$127,675) against prior years relocation grant and these are offset by the effect on debtors being the claim to NDIS Launch Transition agency of \$275,000 for the AT Mentors project.

We are still holding from that original relocation grant \$217,069 for additional rents and expenses over the next three years. We are also still holding the second grant now totalling \$315,803 for the continuation of further development of the ILC NSW @magic website and database which will complete in the next year. Also continuing to be held being held is a grant now totalling \$216,896 which was approved for use on the Consumer Capacity project based around the Hunter region over 2 years. The AT Mentors project has \$305,426 to be spent over the next 8 months. Telstra Everyone Connects has \$28,710 remaining to be spent as a result of late approval start and we are hopeful of being able to spend the remaining funds pending approval from the Telstra foundation. The DOHA transition grant has \$14,881 remaining to be spent which will be completed over the next year.

Total liabilities decreased by (\$119,417) to \$1,379,822 (2013: \$1,499,239) over the year. This was mainly due to Government funds received in advance for the AT Mentors project of \$305,426 and combined spending of (\$417,216) on the rental assistance, DOHA Transition, Web Project, re-auspiced Hunter Consumer Capacity project, and Telstra Everyone Connects projects.

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DIRECTORS' REPORT (continued)

6) Events subsequent to reporting date

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material or unusual nature likely, in the opinion of the directors of the company, to significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

7) Likely Developments

The company will endeavour to pursue its principal activities at a minimal or break even outcome consistent with its not-for-profit status and objectives. It is not expected that the results in future years will be adversely affected by the continuation of these operations.

Further disclosure of information regarding likely developments in the operations of the company in future financial years and the expected results of those operations is likely to result in unreasonable prejudice to the company. Accordingly, this information has not been disclosed in this report.



Jonathan Ladd
Director



Ann-Mason Furmage
Director

Sydney

Dated: 27 October 2014

AUDITOR'S INDEPENDENCE DECLARATION UNDER SUBDIVISION 60-40 OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012 TO THE BOARD OF DIRECTORS OF INDEPENDENT LIVING CENTRE NSW

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



Nexia Court & Co
Chartered Accountants



Joseph Santangelo
Partner

Sydney
Dated: 27 October 2014

Sydney Office

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF INDEPENDENT LIVING CENTRE NSW

Report on the Financial Report

We have audited the accompanying financial report of Independent Living Centre NSW, which comprises the statement of financial position as at 30 June 2014, the statement of profit or loss and comprehensive income, the statement of changes in equity and the statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the Board of Directors' declaration.

Board of Directors' Responsibility for the Financial Report

The Board of Directors of the Independent Living Centre NSW are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the Board of Directors determine 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.

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. These Auditing 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 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 controls 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 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 the Board of Directors, 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.

Opinion

In our opinion, the financial report of Independent Living Centre NSW is prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- i) giving a true and fair view of the Independent Living Centre NSW financial position as at 30 June 2014 and of its performance for the year ended on that date; and
- ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF INDEPENDENT LIVING CENTRE NSW CONTINUED

Report on Other Legal and Regulatory Requirements

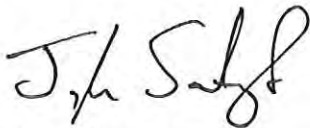
Opinion pursuant to the Charitable Fundraising (NSW) Act 1991

In accordance with the requirements of the *Charitable Fundraising (NSW) Act 1991*, we hereby report that in our opinion:

- (a) the financial report gives a true and fair view of the financial result of fundraising appeal activities for the financial year ended 30 June 2014;
- (b) the financial report and associated records of the Foundation have been properly kept during the year ended 30 June 2014 in accordance with the *Charitable Fundraising (NSW) Act 1991*;
- (c) money received as a result of fundraising appeals conducted during the year ended 30 June 2014, has been properly accounted for and applied in accordance with the *Charitable Fundraising (NSW) Act 1991*; and
- (d) there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they fall due.



Nexia Court & Co
Chartered Accountants



Joseph Santangelo
Partner

Sydney

Dated: 27 October 2014

INDEPENDENT LIVING CENTRE NSW
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DIRECTORS' DECLARATION

The Directors of Independent Living Centre NSW declare that, in their opinion:

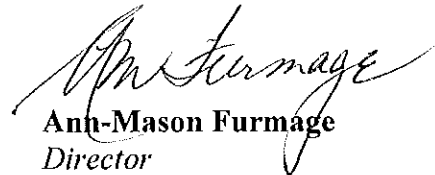
- a) There are reasonable grounds to believe the registered entity is able to pay all of its debts, as and when they become due and payable; and
- b) The attached financial statements and notes thereto satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, including:
 - i) giving a true and fair view of the financial position and performance of the registered entity; and
 - ii) comply with Australian Accounting Standards.
- c) The provisions of the Charitable Fundraising Act(NSW) 1991 and regulations under that Act and the conditions attaching to the authority to fundraise have been complied with; and
- d) The internal controls exercised by the company are appropriate and effective in accounting for all income received.

Signed in accordance with a resolution of the Board of directors pursuant to Regulation 60.15 of the *ACNC Regulation 2013*.

On behalf of the directors



Jonathan Ladd
Director



Ann-Mason Furmage
Director

Sydney
Dated:

27 October 2014

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

	Note	2014 \$	2013 \$
Government Revenue	4	1,211,750	1,035,381
Other income	4	454,031	195,435
Total revenue		<u>1,665,781</u>	<u>1,230,816</u>
Employee benefits expense		(995,725)	(802,001)
Depreciation expense	5	(156,894)	(149,900)
Indirect administration expenses		(422,187)	(300,887)
Other expenses		(82,981)	(116,518)
Total expenses		<u>(1,657,787)</u>	<u>(1,369,306)</u>
SURPLUS / (DEFICIT) FOR THE YEAR		<u>7,994</u>	<u>(138,490)</u>

**The above Statement of Profit and Loss and Other Comprehensive Income should be read
in conjunction with the accompanying notes.**

INDEPENDENT LIVING CENTRE NSW
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STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014

	Note	2014 \$	2013 \$
CURRENT ASSETS			
Cash and cash equivalents	7	1,266,468	1,567,050
Trade and other receivables	8	310,673	38,308
Prepayments	9	23,581	6,996
Other financial assets	10	4,898	5,131
		1,605,620	1,617,485
TOTAL CURRENT ASSETS			
NON-CURRENT ASSETS			
Plant and equipment	11	457,643	557,434
		457,643	557,434
TOTAL NON-CURRENT ASSETS			
		2,063,263	2,174,919
TOTAL ASSETS			
CURRENT LIABILITIES			
Payables and other liabilities	12	1,267,194	1,418,947
Employee benefits	13	87,275	68,626
		1,354,469	1,487,573
TOTAL CURRENT LIABILITIES			
NON-CURRENT LIABILITIES			
Employee benefits	13	25,353	11,666
		25,353	11,666
TOTAL NON-CURRENT LIABILITIES			
		1,379,822	1,499,239
TOTAL LIABILITIES			
		683,441	675,680
NET ASSETS			
EQUITY			
Reserves	14	2,431	2,664
Retained surplus		681,010	673,016
		683,441	675,680
TOTAL EQUITY			

**The above Statement of Financial Position should be read
in conjunction with the accompanying notes.**

INDEPENDENT LIVING CENTRE NSW
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	\$	\$
Total Equity at the beginning of the financial year	675,680	811,927
Movement in listed share revaluation reserve	(233)	2,243
Surplus / (Deficit) for the year	<u>7,994</u>	<u>(138,490)</u>
Total Equity at the end of the financial year	<u><u>683,441</u></u>	<u><u>675,680</u></u>

**The above Statement of Changes in Equity should be read
in conjunction with the accompanying notes.**

INDEPENDENT LIVING CENTRE NSW
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STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	\$	\$
Cash flows from operating activities:		
Receipts from government and other sources	1,269,650	1,605,795
Dividends received	341	207
Interest received	16,664	20,464
Payments	<u>(1,530,134)</u>	<u>(1,120,312)</u>
Net cash (used in) / provided by operating activities	<u>(243,479)</u>	<u>506,154</u>
 Cash flows from investing activities:		
Purchase non-current assets	<u>(57,103)</u>	-
Net cash from investing activities	<u>(57,103)</u>	-
 Net (decrease) / increase in cash and cash equivalents held	 (\$300,582)	 506,154
Cash and cash equivalents at the beginning of the financial year	<u>1,567,050</u>	<u>1,060,896</u>
Cash and cash equivalents at the end of the financial year	17 <u><u>1,266,468</u></u>	<u><u>1,567,050</u></u>

**The above Statement of Cashflows should be read
in conjunction with the accompanying notes.**

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2014

1 REPORTING ENTITY

Independent Living Centre NSW (the 'company') is a company domiciled in Australia. The address of the company's registered office is Level 4, Shop 4019, 17 Patrick Street Blacktown NSW 2148. The company primarily is involved in the provision of a display, information and educational service about products, equipment, environmental design and resources to assist people with daily living activities.

2 BASIS OF PREPARATION

a Statement of compliance

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and Interpretations of the Australian Accounting Standards Board and the *Corporations Act 2001*. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the Australia Accounting Standards Board (AASB) has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs.

The financial statements were approved by the Board on 27th October 2014.

b Presentation currency

These financial statements are presented in Australian dollars which is the company's functional currency.

c Use of estimates and judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates and may have impact on future periods.

Estimates and underlying assumptions are being reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2014

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

a Revenue Recognition

Revenues are recognised at fair value of the consideration received net of the amount of goods and services tax (GST) payable to the taxation authority. Exchanges of goods or services of the same nature and value without any cash consideration are not recognised as revenues.

Interest Revenue

Interest revenue is recognised as it accrues.

Government Grants

Government grants are recognised when the company gains control of the contribution or the right to receive the contribution; and are deferred as a liability to the extent that unspent grants are required to be repaid to the funding organisation as per the funding agreement.

Dividends

Revenue from dividends is recognised when received.

Other Income

Income from other sources is recognised when the fee in respect of other products or services provided is receivable.

b Goods and Services Tax

Revenues, 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). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

INDEPENDENT LIVING CENTRE NSW

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 June 2014

3 SIGNIFICANT ACCOUNTING POLICIES (continued)

c Income Tax

No provision for income tax has been made as the company is a registered charity under the Charitable Fundraising Act (NSW) 1991, and has been granted an exemption by the Commissioner of Taxation.

d Receivables

The collectability of debts is assessed at balance date and specific provision is made for any doubtful accounts.

e Other financial assets

Financial assets in listed equities are measured at fair value, being the current quoted market prices at balance date. The decrease in market value compared to cost is included in reserves in the Statement of Financial Position and detailed in note 14.

f Impairment

i Financial assets

A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

An impairment loss in respect of an available-for-sale financial asset is calculated by reference to its current fair value.

All impairment losses are recognised in profit or loss. Any cumulative loss in respect of an available-for-sale financial asset recognised previously in equity is transferred to profit or loss.

An impairment loss is reversed if the reversal can be related objectively to an event occurring after the impairment loss was recognised. For financial assets measured at amortised cost and available-for-sale financial assets that are debt securities, the reversal is recognised in profit or loss. For available-for-sale financial assets that are equity securities, the reversal is recognised directly in equity.

ii Non-financial assets

The carrying amounts of the company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated.

An impairment loss is recognised if the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in profit or loss.

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2014

3 SIGNIFICANT ACCOUNTING POLICIES (continued)

g Plant and equipment

i Recognition and measurement

Items of plant and equipment are measured at cost less accumulated depreciation and impairment losses. The cost of plant and equipment at 1 January 2004, the date of transition to AASBs, was determined by reference to its fair value at that date.

Cost includes expenditures that are directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the asset to a working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of plant and equipment.

ii Subsequent costs

The cost of replacing part of an item of plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of plant and equipment are recognised in profit or loss as incurred.

iii Depreciation

Depreciation is recognised in profit or loss on a straight-line basis over the estimated useful lives of each part of an item of plant and equipment.

The estimated useful lives for the current and comparative periods are as follows:

• Office equipment	6 years
• Office equipment (Relocation)	5 years
• Furniture & fittings	7 years
• Furniture & fittings (Relocation)	5 years
• Motor vehicles	5 years
• Leasehold Improvements	5 years

h Payables

Liabilities are recognised for amounts to be paid in the future for goods or services received. Trade accounts payable are normally settled within 60 days.

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2014

3 SIGNIFICANT ACCOUNTING POLICIES (continued)

i Employee Entitlements

Annual Leave

The provisions for employee entitlements to annual leave represent present obligations resulting from employees' services provided up to reporting date, calculated at undiscounted amounts based on remuneration wage and salary rates that the company expects to pay as at reporting date including related on-costs.

Long Service Leave

Long service leave is measured as the present value of the future payments to be made.

Superannuation

The company contributes to several superannuation plans. Contributions are charged against profit or loss as they are incurred.

	2014	2013
	\$	\$
4 REVENUE		
Government funding	1,211,750	1,035,381
OTHER INCOME		
Dividends received	487	295
Interest revenue	18,147	16,667
Other revenues	435,397	178,473
Total	454,031	195,435
5 EXPENSES		
Depreciation	156,894	149,900
Superannuation	78,831	63,116
Net expense from movements in provision for:		
Employee entitlements	32,335	15,408

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2014

		2014	2013
		\$	\$
6	AUDITORS' REMUNERATION		
	<i>Audit services:</i>		
	Auditors of the company – Nexia Court & Co		
	- audit of the financial report	10,000	9,193
	<i>Other services:</i>		
	- other services	2,500	2,677
		<u>2,500</u>	<u>2,677</u>
7	CASH AND CASH EQUIVALENTS		
	Current		
	Cash on hand	500	500
	Cash at bank	426,001	859,592
	Term deposits	839,967	706,958
		<u>839,967</u>	<u>706,958</u>
		<u>1,266,468</u>	<u>1,567,050</u>
8	TRADE AND OTHER RECEIVABLES		
	Current		
	Trade debtors (1)	292,703	22,885
	GST receivable	-	-
	Other debtors	17,970	15,423
		<u>17,970</u>	<u>15,423</u>
		<u>310,673</u>	<u>38,308</u>
	(1) net of debtors provided for as doubtful.	<u>-</u>	<u>(3,278)</u>
9	PREPAYMENTS		
	Current		
	Prepayments	23,581	6,996
		<u>23,581</u>	<u>6,996</u>
10	OTHER FINANCIAL ASSETS		
	Current		
	Listed shares at fair value	4,898	5,131
		<u>4,898</u>	<u>5,131</u>

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

	2014	2013
	\$	\$
11 PLANT AND EQUIPMENT		
Non-Current – owned		
Office equipment – at cost	174,058	119,637
<i>Less:</i> Accumulated depreciation	<u>(102,987)</u>	<u>(84,012)</u>
	71,071	35,625
Office furniture & fittings	22,243	22,243
<i>Less:</i> Accumulated depreciation	<u>(9,638)</u>	<u>(5,190)</u>
	12,605	17,053
Leasehold Improvements	641,055	638,373
<i>Less:</i> Amortisation on Leasehold Improvements	<u>(276,673)</u>	<u>(148,954)</u>
	364,382	489,419
Motor vehicles	28,756	28,756
<i>Less:</i> Accumulated depreciation	<u>(19,171)</u>	<u>(13,419)</u>
	9,585	15,337
	<u>457,643</u>	<u>557,434</u>

Reconciliations

Reconciliations of the carrying amounts for each class of plant and equipment are set out below:

Office Equipment - owned

Carrying amount at beginning of year	35,625	47,650
Additions	54,421	-
Disposals	-	-
Write back of depreciation on disposal	-	-
Depreciation	<u>(18,975)</u>	<u>(12,025)</u>
Carrying amount at end of year	<u>71,071</u>	<u>35,625</u>

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2014

11 PLANT AND EQUIPMENT (continued)	2014	2013
	\$	\$
Office Furniture & Fittings - owned		
Carrying amount at beginning of year	17,053	21,502
Additions	-	-
Disposals	-	-
Write back of depreciation on disposal	-	-
Depreciation	<u>(4,448)</u>	<u>(4,449)</u>
Carrying amount at end of year	<u>12,605</u>	<u>17,053</u>
Leasehold Improvements		
Carrying amount at beginning of year	489,419	617,094
Additions	2,682	
Disposals	-	-
Write back of depreciation on disposal	-	-
Depreciation	<u>(127,719)</u>	<u>(127,675)</u>
Carrying amount at end of year	<u>364,382</u>	<u>489,419</u>
Motor Vehicles – owned		
Carrying amount at beginning of year	15,337	21,087
Additions	-	-
Disposals	-	-
Write back of depreciation on disposal	-	-
Depreciation	<u>(5,752)</u>	<u>(5,750)</u>
Carrying amount at end of year	<u>9,585</u>	<u>15,337</u>

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2014

	2014	2013
	\$	\$
12 PAYABLES		
Current		
Other creditors and accruals	81,933	103,803
Funds received (1)	1,099,688	1,209,728
GST payable	37,573	41,416
Lease incentive liability	48,000	64,000
	1,267,194	1,418,947
	1,267,194	1,418,947
(1) <u>Government and Private Grant funding :</u>		
Relocation (Rental in Advance) Costs	217,070	264,717
Website Development	315,803	318,245
Capacity Building (Ex Metro Residences)	216,895	357,328
National Disability Insurance Scheme – AT Mentors	305,426	-
RASAID	1,750	-
Department of Healthcare and Ageing Transition Grant	14,033	29,438
Telstra	28,711	240,000
	1,099,688	1,209,728
	1,099,688	1,209,728
13 EMPLOYEE BENEFITS		
Current		
Annual leave provision	72,612	56,067
Long service leave provision	14,663	12,559
	87,275	68,626
Non-Current		
Long service leave provision	25,353	11,666
	25,353	11,666
	25,353	11,666
14 RESERVES		
Listed shares revaluation reserve	2,431	2,664
	2,431	2,664
	2,431	2,664

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2014

		2014	2013
15	KEY MANAGEMENT PERSONNEL DISCLOSURES		
	Key Management Personnel Compensation	281,170	289,068
16	INFORMATION TO BE FURNISHED UNDER THE CHARITABLE FUNDRAISING ACT 1991.		
	Gross Proceeds from Fundraising		
	General Donations	4,197	1,738
	Net Surplus from Fundraising	4,197	1,738
	Statement showing how funds received were applied to Charitable Purposes		
	Supporting free community education programs, improving product displays	4,197	1,738
	List of all forms of Fundraising conducted during the financial year:		
	General Donations	4,197	1,738
	Comparisons of Monetary Figures and Percentages		
	Total cost of fundraising/	-	-
	Gross income from fundraising	4,197 0%	1,738 0%
	Net surplus from fundraising	4,197	1,738
	Gross income from fundraising	4,197 100%	1,738 100%
	Comparisons of Monetary Figures and Percentages		
	Total cost of services	1,657,787	1,385,306
	Total expenditure	1,657,787 100%	1,385,306 100%
	Total cost of services	1,657,787	1,385,306
	Total income	1,665,781 99.52%	1,230,816 112.55%

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

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

17 NOTES TO THE STATEMENT OF CASH FLOWS

For the purpose of the Statement of Cash Flows, cash and cash equivalents include cash at bank and on hand and investments in term deposit instruments. Cash and cash equivalents at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	2014	2013
	\$	\$
Cash on Hand	500	500
Cash at Bank – Current Account	426,001	859,592
Term Deposits	839,967	706,958
	1,266,468	1,567,050

18 STATE SUPERANNUATION FUNDS DEFINED BENEFIT SURPLUS

Superannuation Scheme (SASS) and the State Authorities Non-Contributory Superannuation Scheme (SANCS) of actuarially assessed surpluses totalling \$44,989 at 30 June 2014, in the Defined Benefit Superannuation Accounts of a former employee and member in receipt of a superannuation pension. At 30 June 2014, the accrued liability for future pension payments was \$68,553 funded by estimated reserves of \$99,169 in SASS and \$14,372 in SANCS. This surplus is not available to the Company and may be required to meet ongoing commitments to the member's account in future years, having regard to anticipated lower superannuation fund earnings and higher inflation. In view of this, the directors have decided that the assessed surplus at 30 June 2014 should not be brought to account in the Financial Statements.

19 OPERATING LEASE COMMITMENTS

	2014	2013
	\$	\$
Non-cancellable operating lease expense commitments		
Future operating lease commitments not provided for in the financial statements and payable:		
Not later than 12 months	145,345	138,142
Between 12 months and 5 years	266,466	400,503
	411,811	538,645

20 CONTINGENT LIABILITIES

The company has given bank guarantees as at 30 June 2014 of \$34,375 (2013: \$34,375) to the landlord of its current office.

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572



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

INFORMATION FOR THE DIRECTORS
ON THE 2014 FINANCIAL STATEMENTS

DETAILED INCOME STATEMENT

DISCLAIMER

The additional financial information presented on pages 28 to 29 are in accordance with the books and records of Independent Living Centre NSW Limited which have been subjected to the auditing procedures applied in our statutory audit of the company for the year ended 30 June 2014.

It will be appreciated that our statutory audit did not cover all details of the additional financial information. Accordingly, we do not express an opinion on such financial information and no warranty of accuracy or reliability is given.

In accordance with our firm policy, we advise that neither the firm nor any member or employee of the firm undertakes responsibility arising in any way whatsoever to any person (other than the company) in respect of the additional financial information, including any errors or omissions therein, arising through negligence or otherwise however caused.

A handwritten signature in black ink that reads "Nexia Court & Co".

Nexia Court & Co
Chartered Accountants

Sydney
Dated: 27 October 2014

A handwritten signature in black ink that reads "Joseph Santangelo".

Joseph Santangelo
Partner

Sydney Office

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independent member of Nexia International



INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

**DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014**

	2014	2013
	\$	\$
INCOME		
Donations	4,197	1,738
Dividends	487	295
Government Funding	1,211,750	1,035,381
Non Government Funding	212,605	-
ILC @Magic	0	755
Interest Received	18,147	16,667
Advertising & Sales Revenue - Journal	14,683	42,566
Membership Subscriptions	236	309
Professional Fees – for Specialist Services		
Access Consultancy	77,310	60,468
Education & Training	37,557	44,520
Client Services	4,639	5,612
Publications Sales	213	320
Funding Overhead Recovered	77,158	17,047
Sundry Income	6,799	5,138
TOTAL INCOME	1,665,781	1,230,816
 EXPENDITURE		
Employee Benefits Expense:		
Staff Costs	995,725	802,001
 Depreciation Expense:		
Depreciation	156,894	149,900
 Indirect Administration Expenses:		
Advertising, Exhibitions & Publicity	3,263	3,604
Audit Fees	12,682	12,105
Bad Debts	980	2,588
Bank Charges	2,022	1,980
Books & Subscriptions	3,956	6,603
Cleaning	4,083	3,276
Computer Expenses	40,362	36,741
Conference Fees	3,634	4,723
Contractor Fees	40,900	-
Consultancy Fees	1,020	7,550
Electricity	5,920	7,004
Independent Living Centres Australia Expenses	738	1,311

INDEPENDENT LIVING CENTRE NSW
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**DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014**

	2014	2013
	\$	\$
EXPENDITURE (continued)		
Insurance - Property & Commercial	15,465	11,300
Launch Expenses - Blacktown	-	6,890
Meeting & Annual Report Expenses	3,673	5,975
Motor Vehicle Costs	8,928	4,147
National Entity Creation Expenses	2,395	9,355
Overhead Expenses Recovery	78,107	17,047
Postage, Courier	2,131	2,474
Printing, Photocopying & Stationery	16,526	15,118
Rent	113,711	109,000
Repairs & Maintenance	1,615	2,809
Storage Costs	2,685	2,291
Telephones & Fax	15,060	12,756
Training & Education Materials	14,279	7,010
Travelling Expenses	28,052	7,230
	422,187	300,887
Other Expenses:		
General Expenses	696	3,891
Conference Workshops	6,706	
Minor Equipment - Projects	26,877	
Publishing Costs - Journal	26,688	50,303
Contractors – Journal	15,600	15,600
Room Hire	0	179
Web Development Expenses	6,414	46,545
	82,981	116,518
TOTAL EXPENDITURE	1,657,787	1,369,306
SURPLUS / (DEFICIT) FOR THE YEAR	7,994	(138,490)