

INDEPENDENT LIVING CENTRE NSW

ABN 44 103 681 572

**ANNUAL REPORT
FOR THE YEAR ENDED
30 JUNE 2012**

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

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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 24 September 2012. 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 2012.

1) Directors

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
Associate Professor Catherine Bridge	
Ms Beth Fulton	
Ms Ann-Mason Furmage	
Mr Jeevan Joshi	
Ms Jane Woodruff	Immediate past Chairperson completed commitment November 2011
Ms Toni Adams	Treasurer completed commitment November 2011

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:

- Integrate our website as a model of service delivery to address the information inequity across NSW
- 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: To change lives through Assistive Technology

Organisational Purpose: To inform people's choices of Assistive Technology by providing impartial advice and information.

- To grow our services to reach more people in more ways
- To advise on systemic changes that lead to a wider use of Assistive Technology and a responsive accessible built environment
- To increase our brand awareness, public perception and knowledge of the Independent Living Centre and its services
- To develop viable alternative sources of revenue to support our operations.

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DIRECTORS' REPORT (continued)

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

- Undertaken internal reviews of its operations. There is now a new structure in place that will enable the organization to:
 - o respond to growth and change
 - o facilitate the cultural shift required to develop the website as an integrated model of service delivery.
- Undertaken an external review of the business model of the organization's training and access activities, so that they sustain the core work of the business.
- 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.

2) Information on Directors

Mr Jonathan Ladd	-	Independent Non-Executive
Qualifications	-	University of Durham, UK, 1973-76 BA Philosophy and Psychology. London School of Economics, 1976-77 MPhil Logic.
Experience	-	Jonathan Ladd has 34 years of diverse line, technology, management, consulting and director-level experience, including global Chief Information Officer for P&O Group. Experience covers business strategy, management and information technology, across multiple sectors, working in multiple countries and cultures, at all levels up to board and investor/owner. Currently Group CEO of Datacom. Other current roles include provision of strategic advice and governance for an Australian payments network. Mr Ladd was appointed as a Director November 2009.
Special Responsibilities	-	Chairperson from 26 November 2011.

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DIRECTORS' REPORT (continued)

Mr Colin Slattery	-	Independent Non-Executive Director.
Qualifications	-	Graduate Certificate Science (Applied Statistics) (current) Masters in Organisational Coaching (merit) 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 November 2011

Associate Professor Catherine Bridge	-	Independent Non-Executive Director.
Qualifications	-	BappSc(OT) Cumb, MCOGSci UNSW, PhD USyd.
Experience	-	Catherine Bridge is an Assoc/Prof of the Faculty of the Built Environment at the University Of NSW; a member of the City Futures Research Centre and Director of the Enabling Built Environments Program of which the Home Modification Information Clearinghouse is a sub-stream. Catherine specialises in person – environment fit research and is an Occupational Therapist with a PhD in Architecture. Dr Bridge became a director in September 2008.
Special Responsibilities	-	

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DIRECTORS' REPORT (continued)

Ms Beth Fulton	-	Independent Non-Executive Director.
Qualifications	-	Bachelor of Applied Science (Occupational Therapy) from the University of Sydney.
Experience	-	Beth Fulton is a Paediatric Occupational Therapist who has worked in various clinical and management roles across the Sydney Children's Hospital (Westmead and Randwick campuses). She is currently the Out-Of-Home Advisor for NSW Health, based at The Children's Hospital at Westmead. Director since November 2008.
Special Responsibilities	-	

Ms Ann-Mason Furmage	-	Independent Non-Executive Director.
Qualifications	-	B.Bus (Accounting) WAIT (now John Curtin University Certified Practicing Accountant.
Experience	-	Ann-Mason Furmage has been President of the Physical Disability Council of NSW for the past eight years. She is retired from active employment in her profession after more than twenty years experience as an accountant and financial controller in Australia and the USA. Ms Furmage was appointed as a Director in May 2009.
Special Responsibilities	-	

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.
Special Responsibilities	-	

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DIRECTORS' REPORT (continued)

3) Meetings of Directors

During the financial year 7 meetings of directors were held. Attendances by each director were as follows:

	Directors Meetings	
	Number eligible to attend	Number attended
Mr Jonathan Ladd	7	6
Mr Colin Slattery	7	6
Associate Professor Catherine Bridge	7	5
Ms Beth Fulton	7	4
Ms Ann-Mason Furmage	7	6
Mr Jeevan Joshi	7	7
Ms Jane Wooddruff	4	0
Ms Toni Adams	4	3

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 2012 the collective liability of members was \$28 (2011: \$33).

4) Company Secretary

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

5) Operating and financial review

Overview

The Statement of Comprehensive Income shows a surplus for the year ended 30 June 2012 of \$479,071 compared with a surplus of \$184 in 2011. This large surplus consists of an operating deficit of \$3,680 and the allocation of the relocation grant of \$482,751 which covers building costs and fixed assets.

This grant of \$482,751 is recognised as income in this year ahead of the next 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 increased by \$79,268 to \$1,956,035 (2011: \$1,876,767) over the year. The increase in total assets consisted of a large decrease in cash held being expenditure on the relocation project which totalled \$761,047 including GST which is offset by the related fixed assets increases of \$677,087 and the contribution by QIC of \$88,000 which has been paid in August 2012. We are still holding from that original relocation grant \$304,379 for additional rents and expenses over the next five years. We are also still holding the second grant total of \$398,315 for the further development of the ILC NSW @magic website and database which will begin and complete in the next year. We are also still holding a grant now totalling \$201,929 in advance of a potential program tender application in which interest is retained for general use in the event of non-tender or unsuccessful tender. The GST credit received

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DIRECTORS' REPORT (continued)

in August of \$44,606 is mainly as a result of the large relocation payments made in the June QTR.

Total liabilities decreased by \$429,577 to \$1,114,108 (2011: \$1,543,685) over the year. This was mainly due to the spending of Government funds received in advance with added interest for the property relocation of \$466,286, and the payment of GST liabilities related to those large grants received in 2010-11 which has reduced by \$146,367 and the grant in advanced of tender application of which has risen by \$78,959 to \$201,929.

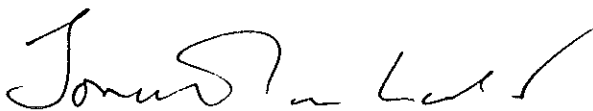
6) Events subsequent to reporting date

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 it's 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



Colin Slattery
Director

Sydney
Dated: 19.10.12

**LEAD AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

The Board of Directors
Independent Living Centre NSW
1 Fennell St Parramatta NSW 2150

Date: 19 October 2012

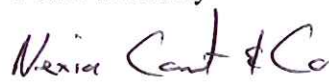
Dear Board Members

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of The Independent Living Centre NSW

As lead audit partner for the audit of the financial statements of The Independent Living Centre NSW for the financial year ended 30 June 2012, I declare that to the best of my knowledge and belief, there have been no contraventions of:

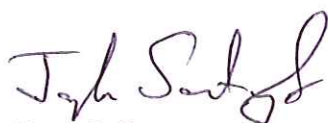
- (a) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) any applicable code of professional conduct in relation to the audit.

Yours sincerely

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

Nexia Court & Co

Chartered Accountants

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

Joseph Santangelo

Partner

**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 balance sheet as at 30 June 2012, and the income statement, statement of comprehensive income, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the Independent Living Centre NSW are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 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 the directors, as well as evaluating the overall presentation of the financial report.

Our procedures include reading the other information in the Annual Report to determine whether it contains any material inconsistencies with the financial report.

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
INDEPENDENT LIVING CENTRE NSW (Continued)**

Our audit did not involve an analysis of the prudence of business decisions made by directors or management.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Auditor's Opinion

In our opinion:

- (a) the financial report of Independent Living Centre NSW is in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of Independent Living Centre NSW financial position as at 30 June 2012 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*; and

Nexia Court & Co

Nexia Court & Co
Chartered Accountants

J. Santangelo

Joseph Santangelo
Partner

Sydney

Dated: 19.10.12

INDEPENDENT LIVING CENTRE NSW

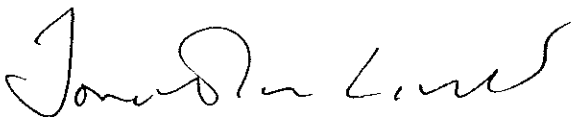
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DIRECTORS' DECLARATION

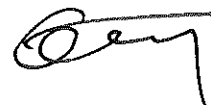
In the opinion of the directors of Independent Living Centre NSW ("the company"):

- (a) the financial statements and notes, set out on pages 12 to 29, are in accordance with the Corporations Act 2001, including:
 - i. giving a true and fair view of the financial position of the company as at 30 June 2012 and of its performance for the financial year ended on that date; and
 - ii. complying with Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.
- (b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable;
- (c) the provisions of the Charitable Fundraising Act 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 directors:



Jonathan Ladd
Director



Colin Slattery
Director

Sydney
Dated: 19.10.12

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STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2012

	Note	2012 \$	2011 \$
Revenue	4	1,555,681	1,030,624
Employee benefits expense		(758,857)	(677,579)
Depreciation expense	5	(36,248)	(17,921)
Indirect administration expenses		(217,621)	(260,081)
Other expenses		(63,884)	(74,859)
Total expenses		(1,076,610)	(1,030,440)
SURPLUS FOR THE YEAR		<u>479,071</u>	<u>184</u>

The above Statement of Comprehensive Income should be read
in conjunction with the accompanying notes.

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STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2012

	Note	2012 \$	2011 \$
CURRENT ASSETS			
Cash and cash equivalents	7	1,060,896	1,779,187
Trade and other receivables	8	179,424	31,469
Prepayments	9	5,494	3,771
Other financial assets	10	2,888	3,157
TOTAL CURRENT ASSETS		<u>1,248,702</u>	<u>1,817,584</u>
NON-CURRENT ASSETS			
Plant and equipment	11	<u>707,333</u>	<u>59,183</u>
TOTAL NON-CURRENT ASSETS		<u>707,333</u>	<u>59,183</u>
TOTAL ASSETS		<u>1,956,035</u>	<u>1,876,767</u>
CURRENT LIABILITIES			
Payables and other liabilities	12	1,079,224	1,484,345
Employee benefits	13	<u>64,884</u>	<u>54,514</u>
TOTAL CURRENT LIABILITIES		<u>1,144,108</u>	<u>1,538,859</u>
NON-CURRENT LIABILITIES			
Employee benefits	13	<u>-</u>	<u>4,826</u>
TOTAL NON-CURRENT LIABILITIES		<u>-</u>	<u>4,826</u>
TOTAL LIABILITIES		<u>1,144,108</u>	<u>1,543,685</u>
NET ASSETS		<u>811,927</u>	<u>333,082</u>
EQUITY			
Reserves	14	422	691
Retained surplus		<u>811,505</u>	<u>332,391</u>
TOTAL EQUITY		<u>811,927</u>	<u>333,082</u>

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

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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2012

	2012	2011
	\$	\$
Total Equity at the beginning of the financial year	333,082	333,328
Movement in listed share revaluation reserve	(226)	(430)
Surplus for the year	<u>479,071</u>	<u>184</u>
Total Equity at the end of the financial year	<u><u>811,927</u></u>	<u><u>333,082</u></u>

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

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STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 30 JUNE 2012

	2012	2011
	\$	\$
Cash flows from operating activities:		
Receipts from government and other sources	1,133,515	2,410,996
Dividends received	108	121
Interest received	12,032	12,912
Payments	(1,179,548)	(983,091)
Net cash from operating activities	<u>(33,893)</u>	<u>1,440,938</u>
 Cash flows from investing activities:		
Purchase non-current assets	(684,398)	(40,841)
Proceeds on disposal of non-current assets	-	43,088
Net cash from investing activities	<u>(684,398)</u>	<u>2,247</u>
 Net (decrease) / increase in cash and cash equivalents held	 (718,291)	 1,443,185
Cash and cash equivalents at beginning of the financial year	<u>1,779,187</u>	<u>336,002</u>
Cash and cash equivalents at end of the financial year	<u><u>1,060,896</u></u>	<u><u>1,779,187</u></u>

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**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 ENDING 30 JUNE 2012

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 financial statements of the company as at and for the year ended 30 June 2012 comprise the company. 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 ('AASBs') - Reduced Disclosure Requirements (including Australian Interpretations) adopted by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001. The company has elected to apply the following pronouncements to the annual reporting period beginning 1 July 2011.

- AASB1053 Application of Tiers of Australian Accounting Standards arising from Reduced Disclosure Requirements. The adoption of these standards allowed the company to remove a number of disclosures.

The Financial statements were approved by the Board 24 September 2012.

The following is a summary of the material accounting policies adopted by the company in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

b Basis of measurement

The financial statements have been prepared on the historical cost basis except as indicated otherwise.

c Functional and presentation currency

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

d 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.

Estimates and underlying assumptions are 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 ENDING 30 JUNE 2012

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 ENDING 30 JUNE 2012

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 ENDING 30 JUNE 2012

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 ENDING 30 JUNE 2012

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 income as they are incurred.

	2012 \$	2011 \$
4 REVENUE		
Government funding	1,395,105	823,446
Dividends received	154	173
Interest Revenue	25,932	17,939
Surplus on disposal of motor vehicles	-	9,316
Total other revenues	134,490	179,750
	<u>1,555,681</u>	<u>1,030,624</u>
5 EXPENSES		
Depreciation	36,248	17,921
Net expense from movements in provision for:		
Employee entitlements	<u>5,545</u>	<u>11,051</u>

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 30 JUNE 2012

	2012	2011
	\$	\$
6 AUDITORS' REMUNERATION		
<i>Audit services:</i>		
Auditors of the company – Nexia Court & Co		
- audit of the financial report	8,755	8,500
<i>Other services:</i>		
- other services	2,550	2,500
	<hr/>	<hr/>
7 CASH AND CASH EQUIVALENTS		
Current		
Cash on hand	500	500
Cash at bank	353,438	1,588,687
Term deposits	706,958	190,000
	<hr/>	<hr/>
	1,060,896	1,779,187
	<hr/>	<hr/>
8 TRADE AND OTHER RECEIVABLES		
Current		
Trade debtors (1)	115,686	26,284
GST receivable	44,607	-
Other debtors	19,131	5,185
	<hr/>	<hr/>
	179,424	31,469
	<hr/>	<hr/>
(1) net of debtors provided for as doubtful.	(690)	(649)
	<hr/>	<hr/>
9 PREPAYMENTS		
Current		
Prepayments	5,494	3,771
	<hr/>	<hr/>
10 OTHER FINANCIAL ASSETS		
Current		
Listed shares at fair value	2,888	3,157
	<hr/>	<hr/>

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 30 JUNE 2012

	2012 \$	2011 \$
11 PLANT AND EQUIPMENT		
Non-Current – owned		
Office equipment – at cost	119,637	113,567
<i>Less:</i> Accumulated depreciation	<u>(71,987)</u>	<u>(81,222)</u>
	47,650	32,345
Office furniture & fittings	22,244	28,776
<i>Less:</i> Accumulated depreciation	<u>(742)</u>	<u>(28,776)</u>
	21,502	-
Leasehold Improvements	638,373	-
<i>Less:</i> Amortisation on Leasehold Improvements	<u>(21,279)</u>	<u>-</u>
	617,094	-
Motor vehicles	28,755	28,755
<i>Less:</i> Accumulated depreciation	<u>(7,668)</u>	<u>(1,917)</u>
	21,087	26,838
	<u>707,333</u>	<u>59,183</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	32,345	30,590
Additions	23,782	12,086
Disposals	(17,711)	(9,249)
Write back of depreciation on disposal	17,711	6,329
Depreciation	<u>(8,477)</u>	<u>(7,411)</u>
Carrying amount at end of year	<u>47,650</u>	<u>32,345</u>

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 30 JUNE 2012

	2012	2011
	\$	\$
Office Furniture & Fittings - owned		
Carrying amount at beginning of year	-	1,699
Additions	22,244	-
Disposals	(28,776)	-
Write back of depreciation on disposal	28,776	-
Depreciation	(742)	(1,699)
	<hr/>	<hr/>
Carrying amount at end of year	21,502	-
	<hr/>	<hr/>
Leasehold Improvements		
Carrying amount at beginning of year	-	-
Additions	638,373	-
Disposals	-	-
Write back of depreciation on disposal	-	-
Depreciation	(21,279)	-
	<hr/>	<hr/>
Carrying amount at end of year	617,094	-
	<hr/>	<hr/>
Motor Vehicles – owned		
Carrying amount at beginning of year	26,838	37,746
Additions	-	28,755
Disposals	-	(53,796)
Write back of depreciation on disposal	-	22,944
Depreciation	(5,751)	(8,811)
	<hr/>	<hr/>
Carrying amount at end of year	21,087	26,838
	<hr/>	<hr/>

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 30 JUNE 2012

	2012 \$	2011 \$
12 PAYABLES		
Current		
Other creditors and accruals	94,601	43,343
Funds received (1)	904,623	1,294,635
GST payable	-	146,367
Lease incentive liability	80,000	-
	<u>1,079,224</u>	<u>1,484,345</u>
 (1) Course costs	 -	 1,000
<u>Government funding :</u>		
Relocation (Rental in Advance) Costs	304,379	770,665
Website Development	398,315	400,000
Tender Application	201,929	110,468
2012 Retention	-	12,502
	<u>904,623</u>	<u>1,294,635</u>
 13 EMPLOYEE BENEFITS		
Current		
Annual leave provision	53,344	44,473
Long service leave provision	11,540	10,041
	<u>64,884</u>	<u>54,514</u>
Non-Current		
Long service leave provision	-	4,826
	<u>-</u>	<u>4,826</u>
 14 RESERVES		
Listed shares revaluation reserve	422	691
	<u>422</u>	<u>691</u>

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 30 JUNE 2012

	2012	2011
15 KEY MANAGEMENT PERSONNEL DISCLOSURES		
Key Management Personnel Compensation	284,964	264,371
16 INFORMATION TO BE FURNISHED UNDER THE CHARITABLE FUNDRAISING ACT 1991.		
Gross Proceeds from Fundraising		
General Donations	1,296	3,467
Net Surplus from Fundraising	1,296	3,467
Statement showing how funds received were applied to Charitable Purposes		
Supporting free community education programs, improving product displays	1,296	3,467
List of all forms of Fundraising conducted during the financial year:		
General Donations	1,296	3,467
Comparisons of Monetary Figures and Percentages		
Total cost of fundraising/	-	-
Gross income from fundraising	1,296	3,467
	0%	0%
Net surplus from fundraising	1,296	3,467
Gross income from fundraising	1,296	3,467
	100%	100%
Comparisons of Monetary Figures and Percentages		
Total cost of services	1,076,610	1,030,440
Total expenditure	1,076,610	1,030,440
	100%	100%
Total cost of services	1,076,610	1,030,440
Total income	1,555,681	1,030,624
	69.20%	99.98%

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 30 JUNE 2012

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:

	2012	2011
	\$	\$
Cash on Hand	500	500
Cash at Bank – Current Account	353,438	1,588,687
Term Deposits	706,958	190,000
	<u>1,060,896</u>	<u>1,779,187</u>

18 STATE SUPERANNUATION FUNDS DEFINED BENEFIT SURPLUS

Superannuation Scheme (SASS) and the State Authorities Non-Contributory Superannuation Scheme (SANCS) of actuarially assessed deficits totalling \$9,974 at 30 June 2012, in the Defined Benefit Superannuation Accounts of a former employee and member in receipt of a superannuation pension. At 30 June 2012, the accrued liability for future pension payments was \$78,534 funded by estimated reserves of \$58,597 in SASS and \$9,963 in SANCS. This deficit 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 deficit at 30 June 2012 should not be brought to account in the Financial Statements.

	2012	2011
	\$	\$
19 OPERATING LEASE COMMITMENTS		
Non-cancellable operating lease expense commitments		
Future operating lease commitments not provided for in the financial statements and payable:		
Not later than 12 months	137,500	20,587
Between 12 months and 5 years	527,083	-
	<u>664,583</u>	<u>20,587</u>

**INFORMATION FOR THE DIRECTORS
ON THE 2012 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 2012.

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.

Nexia Court & Co

Nexia Court & Co
Chartered Accountants

Sydney

Dated: 15.10.12

Joseph Santangelo

Joseph Santangelo
Partner

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012

	2012	2011
	\$	\$
INCOME		
Donations	1,296	3,467
Dividends	154	173
Government Funding	1,395,105	823,446
ILC @Magic	3,245	1,950
Interest Received	25,932	17,939
Advertising & Sales Revenue - Journal	25,441	36,873
Membership Subscriptions	255	464
Professional Fees – for Specialist Services		
Access Consultancy	64,114	76,429
Education & Training	36,076	55,712
Client Services	3,355	4,179
Publications Sales	347	377
Profit on Disposal of Assets	-	9,316
Sundry Income	361	299
TOTAL INCOME	1,555,681	1,030,624

EXPENDITURE

Employee Benefits Expense:

Staff Costs	758,857	677,579
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Depreciation Expense:

Depreciation	36,248	17,921
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Indirect Administration Expenses:

Advertising, Exhibitions & Publicity	2,299	3,771
Audit Fees	11,717	11,000
Bad Debts	690	269
Bank Charges	1,750	1,721
Books & Subscriptions	4,590	6,700
Cleaning	952	300
Computer Expenses	23,317	5,297
Conference Fees	852	2,626
Contractor Fees	7,210	42,220
Consultancy Fees	9,385	44,300
Electricity	4,626	4,334
Independent Living Centres Australia Expenses	2,880	573

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012

	2012	2011
	\$	\$
EXPENDITURE (Continued)		
Insurance - Property & Commercial	9,582	9,282
Meeting & Annual Report Expenses	3,899	5,134
Motor Vehicle Costs	1,380	3,082
Postage, Courier	3,771	3,751
Printing, Photocopying & Stationery	6,713	7,593
Rent	81,747	72,680
Relocation Costs	14,774	-
Repairs & Maintenance	1,137	1,703
Storage Costs	2,236	1,745
Telephones & Fax	12,015	11,408
Training & Education Materials	2,269	14,093
Travelling Expenses	7,829	6,499
	<hr/> 217,621	<hr/> 260,081
Other Expenses:		
General Expenses	2,318	2,294
Publishing Costs - Journal	35,599	47,496
Contractors – Journal	15,600	15,600
Room Hire	4,087	4,406
Web Development Expenses	6,280	5,063
	<hr/> 63,884	<hr/> 74,859
TOTAL EXPENDITURE	<hr/> 1,076,610	<hr/> 1,030,440
SURPLUS FOR THE YEAR	<hr/> 479,071	<hr/> 184