

INDEPENDENT LIVING CENTRE NSW

ABN 44 103 681 572

**ANNUAL REPORT
FOR THE YEAR ENDED
30 JUNE 2015**

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 12th October 2015. 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 2015.

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	
Ms Ann-Mason Fumage	Deputy Chairperson
Ms Fiona Given	
Mr Jeevan Joshi (Resigned August 2015)	
Ms Kate Loxton (Resigned August 2015)	

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.

Strategic Objectives:

- 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:

- Maintains a comprehensive 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 38+ 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.

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DIRECTORS' REPORT (continued)

Ms Ann-Mason Furmage	-	Independent Non-Executive Director.
Qualifications	-	B.Bus (Accounting) WAIT (now John Curtin University) Certified Practicing Accountant (Now retired).
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. Fiona has worked in a range of legal settings. Currently she is a part time general member of Guardianship and Administrative and Equal Opportunity Divisions of the NSW Civil and Administrative Tribunal and runs 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 Founder of LearningCafe.com.au & Director at Knowledge Working. He has over 20 years experience in designing and delivering Digital Learning, HR 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. Mr Joshi was appointed as a Director December 2009 and concluded in August 2015.

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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 and concluded in August 2015.</p>

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	5
Ms Ann-Mason Furnage	7	7
Ms Fiona Given	7	5
Mr Jeevan Joshi	7	7
Ms Kate Loxton	7	4

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 2015 the collective liability of members was \$19 (2014: \$19).

4) Company Secretary

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

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DIRECTORS' REPORT (continued)

5) Operating and financial review

Overview

The Statement of Profit or Loss and Comprehensive Income shows a deficit for the year ended 30 June 2015 of (\$9,204) compared with a surplus of \$34,949 in 2014. It is important to note that this 2014 surplus has increased by \$26,955 due to a prior year adjustment in the recording of interest for three of our ongoing projects. This 2015 deficit consists of an operating surplus of \$119,338, less the allocation of leasehold improvements amortisation of (\$128,542) 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 (\$231,800) to \$1,834,545 (2014: \$2,066,345) over the year. This decrease in total assets consisted of an increase in cash of \$130,103 mainly due to receipt of initial funds for the new Everyone Connects Australia Telstra project \$267,263, final NDIS AT Mentor funds of \$297,000 less spending of project monies from the Hunter Consumer Capacity Project (\$124,784), The Web project continuation (\$90,496). The AT Mentors project (\$156,568). This cash increase is offset by the drop in debtors as a result of the payment of last years claim to NDIS Launch Transition agency of (\$275,000) for the AT Mentors project and the continuing allocation of leasehold improvements amortisation of (\$128,572) against prior years relocation grant. There is also a provision made of \$40,000 to cover the possibility of returning the Blacktown leased property to it's original condition should the lease not be renewed in April 2017 increasing the Leasehold asset.

We are still holding from that original relocation grant \$128,726 for additional rents and expenses over the remaining 22 months. We are also still holding the second grant now totalling \$179,024 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 is a grant now totalling \$92,112 which was approved for use on the Consumer Capacity project based around the Hunter region over 2 years and is now completed. The AT Mentors project has \$168,858 to be spent over the next 6 months after extensions. Telstra Everyone Connects Australia has \$172,462 left of initial funds remaining to be spent by 31 December 2017.

Total liabilities decreased by \$222,901 to \$1,083,972 (2014: \$1,306,873) over the year. This was mainly due to initial funds received in advance for the Everyone Connects Australia project of \$242,966 and combined spending of (\$463,005) on the rental assistance, DOHA Transition, Web Project, re-auspiced Hunter Consumer Capacity project, and original Telstra Everyone Connects projects. There is also a provision made of \$40,000 to cover the possibility of returning the Blacktown leased property to it's original condition should the lease not be renewed in April.

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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 Furnage
Director

Sydney

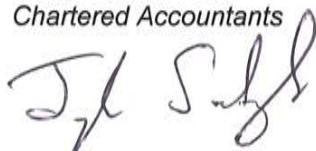
Dated: 12 October 2015

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 2015 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

12 October 2015

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 2015, 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 2015 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

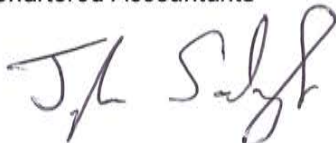
Opinion pursuant to the Charitable Fundraising (NSW) Act 1991

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 2015;
- (b) the financial report and associated records of the Foundation have been properly kept during the year ended 30 June 2015 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 2015, 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.

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

Nexia Court & Co
Chartered Accountants

A handwritten signature in dark ink that appears to read 'J. Santangelo'.

Joseph Santangelo
Partner

Sydney
Dated: 12 October 2015

INDEPENDENT LIVING CENTRE NSW
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DIRECTORS' DECLARATION

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

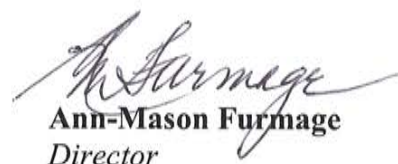
- a) There are reasonable grounds to believe the registered entity is able to pay all of its debts, as and when they become due and payable; and
- b) The attached financial statements and notes thereto satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012, including:
 - 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 Fumage
Director

Sydney

Dated: 12 October 2015

INDEPENDENT LIVING CENTRE NSW
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STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
Government Revenue	4	1,367,905	1,211,750
Other income	4	369,267	480,986
Total revenue		<u>1,737,172</u>	<u>1,692,736</u>
Employee benefits expense		(1,111,358)	(995,725)
Depreciation expense		(160,743)	(156,894)
Indirect administration expenses		(415,725)	(422,187)
Other expenses		(58,550)	(82,981)
Total expenses	5	<u>(1,746,376)</u>	<u>(1,657,787)</u>
SURPLUS / (DEFICIT) FOR THE YEAR		<u>(9,204)</u>	<u>34,949</u>

**The above Statement of Profit and Loss and 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 2015

	Note	2015 \$	2014 \$
CURRENT ASSETS			
Cash and cash equivalents	7	1,396,571	1,266,468
Trade and other receivables	8	53,520	313,755
Prepayments	9	8,809	23,581
Other financial assets	10	5,203	4,898
TOTAL CURRENT ASSETS		1,464,103	1,608,702
NON-CURRENT ASSETS			
Plant and equipment	11	370,442	457,643
TOTAL NON-CURRENT ASSETS		370,442	457,643
TOTAL ASSETS		1,834,545	2,066,345
CURRENT LIABILITIES			
Payables and other liabilities	12	934,644	1,194,245
Employee benefits	13	105,680	87,275
TOTAL CURRENT LIABILITIES		1,040,324	1,281,520
NON-CURRENT LIABILITIES			
Employee benefits	13	43,648	25,353
TOTAL NON-CURRENT LIABILITIES		43,648	25,353
TOTAL LIABILITIES		1,083,972	1,306,873
NET ASSETS		750,573	759,472
EQUITY			
Reserves	14	2,736	2,431
Retained surplus		747,837	757,041
TOTAL EQUITY		750,573	759,472

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 2015

		2015	2014
		\$	\$
Total Equity at the beginning of the financial year		683,441	675,680
Prior Year Adjustment - Pre 2014	24	49,076	49,076
- 2014	24	<u>26,954</u>	<u>-</u>
Total Equity at the beginning of the financial year – Adjusted		759,473	724,756
Movement in listed share revaluation reserve		305	(233)
Surplus / (Deficit) for the year		<u>(9,204)</u>	<u>34,949</u>
Total Equity at the end of the financial year		<u><u>750,573</u></u>	<u><u>759,472</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 2015

	2015	2014
	\$	\$
Cash flows from operating activities:		
Receipts from government and other sources	1,653,494	1,242,695
Dividends received	350	341
Interest received	38,440	43,619
Payments	<u>(1,545,659)</u>	<u>(1,530,134)</u>
Net cash (used in) / provided by operating activities	<u>146,625</u>	<u>(243,479)</u>
Cash flows from investing activities:		
Purchase non-current assets	(\$39,295)	(57,103)
Proceeds on disposal non-current assets	<u>22,773</u>	
Net cash from investing activities	<u>(\$16,522)</u>	<u>(57,103)</u>
Net (decrease) / increase in cash and cash equivalents held	130,103	(\$300,582)
Cash and cash equivalents at the beginning of the financial year	<u>1,266,468</u>	<u>1,567,050</u>
Cash and cash equivalents at the end of the financial year	<u><u>1,396,571</u></u>	<u><u>1,266,468</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 ENDED 30 June 2015

REPORTING ENTITY

Independent Living Centre NSW (the 'company') is a company domiciled in Australia and limited by guarantee. 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, the Australian Charities and Not-For-Profits Commission Act 2012 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 12th October 2015.

The company has adopted all the new revised or amended accounting standards and interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period.

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.

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2015

Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

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 2015

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

Receivables are recognised at fair value and subsequently at amortised cost less provision for impairment (doubtful debts). The collectability of receivables is assessed on an ongoing basis and specific provision is made for any doubtful amounts when required.

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
ABN 44 103 681 572

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

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. Other than the government and private funding (which are subject to contractual conditions) no payables are secured.

INDEPENDENT LIVING CENTRE NSW
ABN 44 103 681 572

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

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. Long service leave not expected to be paid within 12 months of balance date has been recorded as a non-current liability.

Superannuation

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

j Leases.

The company has entered into an operating lease for the premises it occupies. Rental payments rise by indexation are expensed on a straight line basis over the lease term.

	2015	2014
	\$	\$
4 REVENUE		
State Government Funding	283,587	210,756
Federal Government funding	1,084,318	1,000,994
	<u>1,367,905</u>	<u>1,211,750</u>
OTHER INCOME		
Dividends received	500	487
Interest revenue	32,774	45,102
Profit on Sale of Asset	17,276	-
Other revenues	<u>318,717</u>	<u>435,397</u>
Total	<u><u>369,267</u></u>	<u><u>480,986</u></u>

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2015

	2015 \$	2014 \$
5 EXPENSES		
Depreciation	160,743	156,894
Rent	116,492	113,712
Superannuation	90,139	78,831
Net expense from movements in provision for: Employee entitlements	<u>36,700</u>	<u>32,335</u>
6 AUDITORS' REMUNERATION		
<i>Audit services:</i>		
Auditors of the company – Nexia Court & Co		
- audit of the financial report	10,400	10,000
<i>Other services:</i>		
- other services	<u>2,600</u>	<u>2,500</u>
7 CASH AND CASH EQUIVALENTS		
Current		
Cash on hand	500	500
Cash at bank	553,706	426,001
Term deposits	<u>842,365</u>	<u>839,967</u>
	<u>1,396,571</u>	<u>1,266,468</u>
Included in Cash at Bank is a term deposit for \$35,578 which is a Bank Guarantee for one month's rent.		
8 TRADE AND OTHER RECEIVABLES		
Current		
Trade debtors (1)	40,513	292,703
Other debtors	<u>13,007</u>	<u>21,052</u>
	<u>53,520</u>	<u>313,755</u>
(1) net of debtors provided for as doubtful.	<u>528</u>	<u>-</u>
9 PREPAYMENTS		
Current		
Prepayments	<u>8,809</u>	<u>23,581</u>

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2015

10 OTHER FINANCIAL ASSETS

Current

Listed shares at fair value	5,203	4,898
	2015	2014
	\$	\$

11 PLANT AND EQUIPMENT

Non-Current – owned

Office equipment – at cost	177,860	174,058
<i>Less:</i> Accumulated depreciation	(124,580)	(102,987)
	53,280	71,071
Office furniture & fittings	23,150	22,243
<i>Less:</i> Accumulated depreciation	(14,269)	(9,638)
	8,881	12,605
Leasehold Improvements	683,464	641,055
<i>Less:</i> Amortisation on Leasehold Improvements	(405,215)	(276,673)
	278,249	364,382
Motor vehicles	32,177	28,756
<i>Less:</i> Accumulated depreciation	(\$2,145)	(19,171)
	30,032	9,585
	370,442	457,643

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	71,071	35,625
Additions	3,802	54,421
Disposals	-	-
Write back of depreciation on disposal	-	-
Depreciation	(21,593)	(18,975)
Carrying amount at end of year	53,280	71,071

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2015

11 PLANT AND EQUIPMENT (continued)	2015	2014
	\$	\$
Office Furniture & Fittings - owned		
Carrying amount at beginning of year	12,605	17,053
Additions	906	-
Disposals	-	-
Write back of depreciation on disposal	-	-
Depreciation	(4,630)	(4,448)
	<hr/>	<hr/>
Carrying amount at end of year	8,881	12,605
	<hr/>	<hr/>
Leasehold Improvements		
Carrying amount at beginning of year	364,382	489,419
Additions	2,409	2,682
Make Good Provision 25	40,000	-
Disposals	-	-
Write back of depreciation on disposal	-	-
Depreciation	(128,542)	(127,719)
	<hr/>	<hr/>
Carrying amount at end of year	278,249	364,382
	<hr/>	<hr/>
Motor Vehicles – owned		
Carrying amount at beginning of year	9,585	15,337
Additions	32,177	-
Disposals	(28,755)	-
Write back of depreciation on disposal	23,004	-
Depreciation	(5,979)	(5,752)
	<hr/>	<hr/>
Carrying amount at end of year	30,032	9,585
	<hr/>	<hr/>

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2015

		2015	2014
		\$	\$
12	PAYABLES		
	Current		
	Other creditors and accruals	87,131	85,015
	Funds received (1)	758,686	1,023,657
	GST payable	16,827	37,573
	Provision for property make good	40,000	-
	Lease incentive liability	32,000	48,000
		<u>934,644</u>	<u>1,194,245</u>
(1)	<u>Government and Private Grant funding :</u>		
	Relocation (Rental in Advance) Costs	128,726	191,909
	Website Development	179,024	269,520
	Capacity Building (Ex Metro Residences)	92,112	216,895
	National Disability Insurance Scheme – AT Mentors	168,858	305,426
	RASAIID	0	1,750
	Department of Healthcare and Ageing Transition Grant	2,404	14,033
	Telstra Foundation (Everone Connects)	187,562	24,124
		<u>758,686</u>	<u>1,023,657</u>
13	EMPLOYEE BENEFITS		
	Current (a)		
	Annual leave provision	89,225	72,612
	Long service leave provision	16,455	14,663
		<u>105,680</u>	<u>87,275</u>
	Non-Current (b)		
	Long service leave provision	43,648	25,353
	(a) It is our expectation that all staff will take leave entitlement. Two staff have exceeded ten years service.		
	(b) Five staff have between five and ten years service.		
14	RESERVES		
	Listed shares revaluation reserve	<u>2,736</u>	<u>2,431</u>

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2015

	2015	2014
	\$	\$
15 KEY MANAGEMENT PERSONNEL DISCLOSURES		
Key Management Personnel Compensation	265,114	281,170
16 INFORMATION TO BE FURNISHED UNDER THE CHARITABLE FUNDRAISING ACT 1991.		
Gross Proceeds from Fundraising		
General Donations	2,378	4,197
Net Surplus from Fundraising	2,378	4,197
Statement showing how funds received were applied to Charitable Purposes		
Supporting free community education programs, improving product displays	2,378	4,197
List of all forms of Fundraising conducted during the financial year:		
General Donations	2,378	4,197
Comparisons of Monetary Figures and Percentages		
Total cost of fundraising/		-
Gross income from fundraising	2,378	4,197
	0%	0%
Net surplus from fundraising	2,378	4,197
Gross income from fundraising	2,378	4,197
	100%	100%
Comparisons of Monetary Figures and Percentages		
Total cost of services	1,746,376	1,657,787
Total expenditure	1,746,376	1,657,787
	100%	100%
Total cost of services	1,746,376	1,657,787
Total income	1,737,172	1,692,736
	100.53%	97.93%

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2015

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:

	2015	2014
	\$	\$
Cash on Hand	500	500
Cash at Bank – Current Account	553,706	426,001
Term Deposits	842,365	839,967
	<u>1,396,571</u>	<u>1,266,468</u>

18 STATE SUPERANNUATION FUNDS DEFINED BENEFIT SURPLUS

Superannuation Scheme (SASS) and the State Authorities Non-Contributory Superannuation Scheme (SANCS) of actuarially assessed surpluses totalling \$62,659 at 30 June 2015, in the Defined Benefit Superannuation Accounts of a former employee and member in receipt of a superannuation pension. At 30 June 2015, the accrued liability for future pension payments was \$68,209 funded by estimated reserves of \$114,456 in SASS and \$16,412 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 2015 should not be brought to account in the Financial Statements.

19 OPERATING LEASE COMMITMENTS

	2015	2014
	\$	\$
Non-cancellable operating lease expense commitments		
Future operating lease commitments not provided for in the financial statements and payable:		
Not later than 12 months	147,685	145,345
Between 12 months and 5 years	123,071	266,466
	<u>270,756</u>	<u>411,811</u>

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2015

20 CONTINGENT LIABILITIES

The company has given bank guarantees as at 30 June 2015 of \$34,375 (2014: \$34,375) to the landlord of its current office.

It is our opinion that grants will be used in the normal course of centre activities as contracted except the capacity building grant of \$92,112 and the Department of Healthcare and Ageing transition grant \$2,404 which have concluded and are reported in current liabilities.

21 CAPITAL COMMITMENTS

There are no capital commitments at balance date. (2014:Nil)

22 RELATED PARTIES

There were no related party transactions between key management personal, the board and the business. (2014:Nil)

23 SUBSEQUENT EVENTS

There are no subsequent events up to the date of finalising the annual report that would materially impact the position as at 30 June 2015 or the results to that date. (2014:Nil)

24 PRIOR YEAR ADJUSTMENT

The Centre has been recording interest income on the original funds for three projects as deferred interest income in their respective 'revenue in advance' liability accounts recorded in the current liabilities section of the Centre's Statement of Financial Position.

Review of the funding contracts and correspondence relating to the projects, that relate the above grant funds received, show that interest income earned on those funds neither require to be applied to the grant's intended purpose nor returned to the funder at any time.

The interest income effectively becomes available for the Centre for any use they see fit.

Following this the Centre has chosen to recognise interest income received on these grant funds as income in both the 2014 and 2015 years. A consequence of this is that the income for the 30 June 2014 year surplus has been increased by \$26,955 and the liability amounts relating to these funds have been reduced. The impact can be summarised as follows:

- 30 June 2014 Interest Income has increased by: \$26,955.
- The three Revenue in Advance liability accounts including pre 2014 impact have reduced by \$76,032 as at 30 June 2014.

INDEPENDENT LIVING CENTRE NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2015

25 MAKE GOOD PROVISION

The operating lease relating to the offices that the Centre occupies records a make good clause that requires the Centre to restore the offices back to the condition that existed at the time the Centre entered the offices. The lease expires in April 2017 and it is the view of the Centre that the make good cost would be approximately \$40,000. According to the Centre has created a provision for this cost.

**INFORMATION FOR THE DIRECTORS
ON THE 2015 FINANCIAL STATEMENTS**

DETAILED INCOME STATEMENT

DISCLAIMER

The additional financial information presented on pages 30 to 31 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 2015.

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, appearing to read "Nexia Court & Co".

Nexia Court & Co
Chartered Accountants

A handwritten signature in black ink, appearing to read "Joseph Santangelo".

**Joseph
Santangelo**
Partner

Sydney
Dated: 12 October 2015

Sydney Office

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INDEPENDENT LIVING CENTRE NSW
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DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
INCOME		
Donations	2,378	4,197
Dividends	500	487
Government Funding	1,367,905	1,211,750
Non Government Funding	79,528	212,605
Interest Received	32,774	45,102
Advertising & Sales Revenue - Journal	153	14,683
Membership Subscriptions	200	236
Professional Fees – for Specialist Services		
Access Consultancy	117,150	77,310
Education & Training	34,265	37,557
Client Services	4,187	4,639
Publications Sales	123	213
Funding Overhead Recovered	73,888	77,158
Profit on Disposal of Assets	17,276	-
Sundry Income	6,845	6,799
TOTAL INCOME	1,737,172	1,692,736
EXPENDITURE		
Employee Benefits Expense:		
Staff Costs	1,111,358	995,725
Depreciation Expense:		
Depreciation	160,743	156,894
Indirect Administration Expenses:		
Advertising, Exhibitions & Publicity	2,808	3,263
Audit Fees	12,996	12,682
Bad Debts	528	980
Bank Charges	1,560	2,022
Books & Subscriptions	10,817	3,956
Cleaning	4,131	4,083
Computer Expenses	46,441	40,362
Conference Fees	1,906	3,634
Contractor Fees	32,805	40,900
Consultancy Fees	4,283	1,020
Electricity	4,807	5,920
Independent Living Centres Australia Expenses	7,458	738

INDEPENDENT LIVING CENTRE NSW
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DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
EXPENDITURE (continued)		
Insurance - Property & Commercial	11,755	15,465
Meeting & Annual Report Expenses	6,032	3,673
Motor Vehicle Costs	4,590	8,928
National Entity Creation Expenses	2,651	2,395
Overhead Expenses Recovery	73,888	78,107
Postage, Courier	2,445	2,131
Printing, Photocopying & Stationery	12,861	16,526
Rent	116,492	113,711
Repairs & Maintenance	1,690	1,615
Storage Costs	2,449	2,685
Telephones & Fax	13,862	15,060
Training & Education Materials	8,006	14,279
Travelling Expenses	28,463	28,052
	<hr/> 415,725	<hr/> 422,187
Other Expenses:		
General Expenses	558	696
Conference Workshops	6,731	6,706
Minor Equipment - Projects	8,649	26,877
Publishing Costs - Journal	-	26,688
Contractors – Journal	6,134	15,600
Room Hire	455	0
Web Development Expenses	36,023	6,414
	<hr/> 58,550	<hr/> 82,981
TOTAL EXPENDITURE	<hr/> 1,746,376	<hr/> 1,657,787
SURPLUS / (DEFICIT) FOR THE YEAR	<hr/> (9,204)	<hr/> 34,949