

Permanent Care & Adoptive Families

**Financial statements
For the year ended 30 June 2017**

Permanent Care & Adoptive Families

Contents

For the year ended 30 June 2017

Income statement	1
Balance sheet	2
Notes to the financial statements	3
Statement by members of committee	7
Independent audit report	8

Permanent Care & Adoptive Families

Income statement

For the year ended 30 June 2017

	2017	2016
	\$	\$
Income		
Interest Received	6,169.74	9,630.74
Grant and Funding	403,352.05	166,248.73
Trading/Operating Activities	7,180.82	1,227.75
Misc Income	-	13,047.34
Gifts and Donations	212.00	85.00
	416,914.61	190,239.56
Less: cost of sales		
Purchases	4,824.29	5,716.70
	4,824.29	5,716.70
Gross profit from trading	412,090.32	184,522.86
Expenses		
Depreciation	1,725.02	712.63
Employment Expenses and Consulting	329,744.08	217,717.59
Fees & Permits	1,384.08	2,996.69
ICT	1,602.91	1,274.08
Insurance	5,300.39	4,829.55
Operating Costs	19,608.84	40,219.10
PR, Media, Professional Development and Meetings	8,022.66	8,028.97
Rent and Utilities	45,000.00	40,000.00
	412,387.98	315,778.61
Net loss	(297.66)	(131,255.75)
Retained earnings at the beginning of the financial year	120,783.01	252,038.76
Retained earnings at the end of the financial year	120,485.35	120,783.01

The accompanying notes form part of these financial statements.
These statements should be read in conjunction with the attached compilation report of CSS Partners

Permanent Care & Adoptive Families

Balance sheet

For the year ended 30 June 2017

	Note	2017 \$	2016 \$
Current assets			
Cash and Cash Equivalents	3	401,161.39	281,632.77
Total current assets		401,161.39	281,632.77
Non-current assets			
Property, plant and equipment	4	7,049.95	825.88
Total non-current assets		7,049.95	825.88
Total assets		408,211.34	282,458.65
Current liabilities			
Trade and Other Payables	5	45,000.00	145,000.00
Provisions	6	11,541.40	5,757.83
Other Current Liabilities	7	24,184.59	10,917.81
Total current liabilities		80,725.99	161,675.64
Total liabilities		80,725.99	161,675.64
Net assets		327,485.35	120,783.01
Members' funds			
General Reserve		207,000.00	-
Retained earnings		120,485.35	120,783.01
Total members' funds		327,485.35	120,783.01

The accompanying notes form part of these financial statements.
These statements should be read in conjunction with the attached compilation report of CSS Partners

Permanent Care & Adoptive Families

Notes to the financial statements

For the year ended 30 June 2017

The financial statements cover Permanent Care & Adoptive Families as an individual entity. Permanent Care & Adoptive Families is a not-for-profit association incorporated in Victoria under the Associations Incorporation Reform Act 2012 ('the Act').

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of preparation

In the opinion of the Committee of Management, the association is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Act.

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

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of this financial report.

2 Summary of significant accounting policies

Revenue and other income

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

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

Interest revenue

Interest is recognised using the effective interest method.

Permanent Care & Adoptive Families

Notes to the financial statements

For the year ended 30 June 2017

Rendering of services

Revenue in relation to rendering of services is recognised depending on whether the outcome of the services can be estimated reliably. If the outcome can be estimated reliably then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period.

If the outcome cannot be reliably estimated then revenue is recognised to the extent of expenses recognised that are recoverable.

Revenue from training services is generally recognised once the training has been delivered.

Cash and cash equivalents

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

Property, plant and equipment

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

Property, plant and equipment is depreciated on a straight-line basis over the asset's useful life to the Association, commencing when the asset is ready for use.

Impairment of non-financial assets

At the end of each reporting period, the association determines whether there is an evidence of an impairment indicator for non-financial assets.

Where this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the assets is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss, except for goodwill.

Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Permanent Care & Adoptive Families

Notes to the financial statements

For the year ended 30 June 2017

	Note	2017 \$	2016 \$
3 Cash and cash equivalents			
Cash at Bank		401,161.39	281,632.77
		401,161.39	281,632.77
4 Property, plant and equipment			
Plant and equipment			
Plant & Equipment		7,049.95	825.88
		7,049.95	825.88
5 Trade and other payables			
Current			
Deferred Grant Income		45,000.00	145,000.00
		45,000.00	145,000.00
6 Provisions			
Current			
Current Tax Liability		11,541.40	5,757.83
		11,541.40	5,757.83
7 Other liabilities			
Current			
Other Liabilities		24,184.59	10,917.81
		24,184.59	10,917.81
8 Events occurring after the reporting date			

These notes should be read in conjunction with the attached compilation report of CSS Partners

Permanent Care & Adoptive Families

Notes to the financial statements

For the year ended 30 June 2017

Note	2017	2016
	\$	\$

No matter or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the association, the results of those operations or the state of affairs of the association in future financial years.

9 Statutory information

The registered office and principal place of business of the association is:

Permanent Care & Adoptive Families
Level 5, 50 Market Street, MELBOURNE, VIC. 3000

Permanent Care & Adoptive Families

Statement by members of committee - Declaration by Directors

The directors have determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

In the opinion of the directors the financial report:

1. Presents fairly the financial position of Permanent Care & Adoptive Families as at 30 June 2017 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Permanent Care & Adoptive Families will be able to pay its debts as and when they fall due.

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

Director: _____

Director _____

Dated

Permanent Care & Adoptive Families

Independent audit report to the members of association, Permanent Care & Adoptive Families

Report on the audit of the financial report

Opinion

I have audited the accompanying financial report, being a special purpose financial report, of Permanent Care & Adoptive Families (the association), which comprises the balance sheet as at 30 June 2017, the income statement, and notes to the financial statements, including a summary of significant accounting policies and management's assertion statement.

In my opinion, the accompanying financial report of the association for the year ended 30 June 2017 is prepared, in all material respects, in accordance with the Associations Incorporation Reform Act 2012.

Basis of opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial report section of my report. I am independent of the association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of matter - basis of accounting

I draw attention to note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the association in to meet the requirements of the Association Incorporation Reform Act 2012 of Victoria. As a result, the financial report may not be suitable for another purpose. My report is intended solely for the association and should not be distributed to or used by parties other than the association. My opinion is not modified in respect of this matter.

Responsibility of management and those charged with governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Reform Act 2012, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the association's financial reporting process.

Permanent Care & Adoptive Families

Independent audit report to the members of association, Permanent Care & Adoptive Families

Auditor's responsibilities for the audit of the financial report

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

Paul Vassiliadis

KEILOR EAST

11 October 2017