

# **Dawn House Incorporated**

## **Financial Statements**

**For the Year Ended 30 June 2016**

**Dawn House Incorporated**

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**For the Year Ended 30 June 2016**

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**Dawn House Incorporated**

**Committee's Report**

**30 June 2016**

Your committee present their report on Dawn House Incorporated for the financial year ended 30 June 2016.

**1. General information**

**Committee members**

The names of committee members throughout the year and at the date of this report are:

Kathryn White (President)	Member for full year
Lu Stewart (Vice President)	Member for full year
Noya Chong Wah (Treasurer)	Member for full year
Melanie Warbrooke (Secretary)	Member for full year
Yolande Turnbull (Public Officer)	Member for full year
Catherine Holmes	Member for full year
Paula Bradford	Member for full year
Jeanette Callaghan	Member for full year
Cheryl Schmidt	resigned 19/10/15

**Principal activities**

The principal activity of the Association during the financial year was to provide emergency accomodation to women and children escaping domestic violence. Dawn House also provides a free counselling service, community education and training programs.

**Significant changes**

No significant change in the nature of these activities occurred during the year.

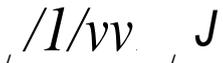
**2. Operating results and review of operations for the year**

**Operating result**

The surplus/(deficit) of the Association for the financial year amounted to \$ (8,584)(2015: \$ 129,567).

Signed in accordance with a resolution of the Members of the Committee:

Committee member:   
Kathryn White (President)

Committee member:   
Noya Chong Wah (Treasurer)

Dated

**Dawn House Incorporated**

**Income Statement**

**For the Year Ended 30 June 2016**

		<b>2016</b>	<b>2015</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>
Revenue		<b>11,499</b>	13,992
Other income	2	<b>1,503,314</b>	1,440,498
Employee benefits expense		<b>(992,773)</b>	(833,287)
Depreciation and amortisation expense		<b>(47,787)</b>	(92,198)
Other expenses		<b>(482,838)</b>	(399,438)
<b>Surplus/(deficit) for the year</b>		<b>(8,585)</b>	129,567

The accompanying notes form part of these financial statements.

## Dawn House Incorporated

### Statement of Financial Position

30 June 2016

	Note	2016 \$	2015 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	523,862	579,268
Trade and other receivables	4	27,899	23,171
Other financial assets	6	236	236
Other assets	7	80,229	6,088
Non-current assets held for sale	5	-	18,182
<b>TOTAL CURRENT ASSETS</b>		<b>632,226</b>	<b>626,945</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	8	1,214,525	1,159,558
<b>TOTAL NON-CURRENT ASSETS</b>		<b>1,214,525</b>	<b>1,159,558</b>
<b>TOTAL ASSETS</b>		<b>1,846,751</b>	<b>1,786,503</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	163,387	74,470
Borrowings	10	963	1,256
Employee benefits	11	128,191	87,240
Other liabilities	12	106,976	167,719
<b>TOTAL CURRENT LIABILITIES</b>		<b>399,517</b>	<b>330,685</b>
<b>NON-CURRENT LIABILITIES</b>			
<b>TOTAL LIABILITIES</b>		<b>399,517</b>	<b>330,685</b>
<b>NET ASSETS</b>		<b>1,447,234</b>	<b>1,455,818</b>
<b>EQUITY</b>			
Retained earnings		1,447,234	1,455,818
<b>TOTAL EQUITY</b>		<b>1,447,234</b>	<b>1,455,818</b>

The accompanying notes form part of these financial statements.

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2016**

### **1 Summary of Significant Accounting Policies**

#### **(a) Basis of preparation**

This financial report is a special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Act (NT) 2003. The committee has determined that the not-for-profit Association is not a reporting entity.

The financial report has been prepared on an accruals and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

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

#### **(b) Property, plant and equipment**

The committee have adopted a capitalisation threshold of \$5,000. All capital items acquired below this value will be immediately expensed in the income statement. This policy was initially adopted to ensure consistency with the capitalisation policy of the Northern Territory Government (NTG), being the major funding body of the Association. It is acknowledged that the NTG threshold has subsequently been increased to \$10,000, however the committee are of the opinion that this limit is not considered appropriate at this stage.

Property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all property, plant and equipment is depreciated over the useful lives of the assets to the Association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

#### **(c) Impairment of non-financial assets**

At the end of each reporting period, the Association reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

#### **(d) Cash and cash equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

#### **(e) Employee benefits**

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

#### **(f) Income tax**

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

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2016**

### **1 Summary of Significant Accounting Policies continued**

#### **(g) Revenue and other income**

The Association recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of Dawn House Incorporated's activities as discussed below.

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

#### **(i) Grant revenue**

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

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to asset and expenditure items that are required to be expended on those specific items or refunded to the relevant funding body are recognised as income over the periods necessary to match the grant to the costs they are compensating or the assets they are acquiring. Any unexpended balance remaining at the end of the reporting period is disclosed as a liability in the statement of financial position.

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

#### **(h) Goods and services tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. 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 in the statement of financial position are shown inclusive of GST.

#### **(i) Going concern**

The financial report has been prepared on a going concern basis. This basis has been adopted on the assumption that the Association will continue to receive sufficient financial support from government agencies to allow the Association to meet its liabilities. Should this support cease, this basis of preparation may no longer be appropriate.

## Dawn House Incorporated

### Notes to the Financial Statements

For the Year Ended 30 June 2016

#### 2 Revenue and Other Income

	2016	2015
	\$	\$
<b>Other Income</b>		
Fees	-	1,064
Rental income	82,301	79,739
Recoveries	11,338	46,374
Other income	11,025	28,668
Government grants	1,398,651	1,284,653
	<u>1,503,315</u>	<u>1,440,498</u>

#### 3 Cash and Cash Equivalents

	2016	2015
	\$	\$
Cash on hand	640	260
Cash at bank	523,222	579,008
	<u>523,862</u>	<u>579,268</u>

#### 4 Trade and Other Receivables

	2016	2015
	\$	\$
<b>CURRENT</b>		
Trade receivables	1,450	4,252
GST receivable	25,449	18,919
Other receivables	1,000	-
	<u>27,899</u>	<u>23,171</u>

#### 5 Assets and liabilities held for sale

	2016	2015
	\$	\$
Non-current assets held for sale		
Property, plant and equipment	-	18,182
	<u>-</u>	<u>18,182</u>

During the year the Association disposed of a modified shipping container that was previously disclosed as capital works in progress.

## Dawn House Incorporated

### Notes to the Financial Statements

For the Year Ended 30 June 2016

#### 6 Other financial assets

	2016	2015
	\$	\$
Rental bonds paid	236	236
	<u>236</u>	<u>236</u>

#### 7 Other Assets

	2016	2015
	\$	\$
Prepayments	80,229	6,088
	<u>80,229</u>	<u>6,088</u>

#### 8 Property, Plant and Equipment

	2016	2015
	\$	\$
Building		
At cost	1,078,220	1,078,220
Accumulated depreciation	(11,756)	(2,449)
Total buildings	<u>1,066,464</u>	<u>1,075,771</u>
Capital works in progress		
At cost	13,636	-
Total capital works in progress	<u>13,636</u>	<u>-</u>
Furniture, fixture and fittings		
At cost	177,004	87,885
Accumulated depreciation	(78,625)	(58,581)
Total furniture, fixture and fittings	<u>98,379</u>	<u>29,304</u>
Motor vehicles		
At cost	159,539	159,539
Accumulated depreciation	(159,539)	(156,532)
Total motor vehicles	<u>-</u>	<u>3,007</u>
Leasehold Improvements		
At cost	154,302	154,302
Accumulated amortisation	(118,256)	(102,826)
Total leasehold improvements	<u>36,046</u>	<u>51,476</u>
	<u>1,214,525</u>	<u>1,159,558</u>

**Notes to the Financial Statements**  
**For the Year Ended 30 June 2016**

**8 Property, Plant and Equipment continued**

Prescribed property

The buildings held by the Association are defined as 'prescribed property' under Section 4 of the Northern Territory Associations Act. Being prescribed property, the Association is prohibited from disposing or otherwise encumbering such assets without the express authority of the Minister. On 24 May 2016 the Association received such authority from the Minister for the future sale of 24 Seabright Crescent, Jingili and 67 Wulagi Crescent, Wulagi.

This approval is conditional on the proceeds of such future sales being held in trust until future housing stocks are identified for acquisition. These new properties will also be considered 'prescribed property'.

**9 Trade and Other Payables**

	2016	2015
	\$	\$
Unsecured liabilities		
Trade payables	91,710	4,254
GST payable	41,782	40,780
Sundry payables and accrued expenses	8,156	9,686
Accrued wages	11,410	3,555
PAYG withholding payable	10,330	16,192
	<u>163,388</u>	<u>74,467</u>

**10 Borrowings**

	2016	2015
	\$	\$
Unsecured liabilities:		
Credit cards	963	1,256
	<u>963</u>	<u>1,256</u>

**11 Employee Benefits**

	2016	2015
	\$	\$
Provision for employee benefits	128,191	87,240
	<u>128,191</u>	<u>87,240</u>

**12 Other Liabilities**

		2016	2015
	Note	\$	\$
Unexpended grants	(a)	100,460	159,389
Property bonds received		6,516	8,330
		<u>106,976</u>	<u>167,719</u>

**Dawn House Incorporated**

**Notes to the Financial Statements**

**For the Year Ended 30 June 2016**

**12 Other Liabilities continued**  
**(a) Unexpended grants dissection**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Emergency Relief Funding	455	455
Domestic and Family Violence Community Education and Development 14/15	61,745	61,745
Domestic and Family Violence Counselling Service 14/15	14,447	14,447
Domestic and Family Violence Community Education and Development 15/16	4,126	-
Domestic and Family Violence Counselling Service 15/16	15,180	-
LUCRF Playground Upgrade	4,507	-
Office Upgrade Project	-	28,960
Dawn House Operational Funding 14/15	-	50,313
Dept of Children and Families - Playground Upgrade	-	3,469
	<hr/> <b>100,460</b>	<hr/> 159,389

**Dawn House Incorporated**

**Statement by Members of the Committee**

In our opinion:

- \_1 the accompanying financial report as set out on pages 2, being a special purpose financial statement, is drawn up so as to present fairly the state of affairs of the Association as at 30 June 2016 and the results of the Association for the year ended on that date;
- 2- the accounts of the Association have been properly prepared and are in accordance with the books of account of the Association.
- 3\_ there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due\_

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

.....  
Kathryn White (President)  
  
.....  
Noya Chong Wah (Treasurer)

Dated

# Dawn House Incorporated

## Independent Audit Report to the members of Dawn House Incorporated

### Report on the Financial Report

We have audited the accompanying financial report being a special purpose financial report, of Dawn House Incorporated, which comprises the statement of financial position as at 30 June 2016, the income statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Committee's Report.

### Committee's Responsibility for the Financial Statements

The committee of Dawn House Incorporated is responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1, is appropriate to meet the requirements of the Associations Act of the Northern Territory and the association's constitution and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association'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 association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, 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.

### Basis of Qualified Auditor's Opinion

It is not practical for the Association to establish accounting controls over all sources of income prior to its receipt and accordingly it is not possible for our examination to include audit procedures to extend beyond the amounts recorded in the accounting records of the Association.

# Dawn House Incorporated

## Independent Audit Report to the members of Dawn House Incorporated

### Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of Dawn House Incorporated as at 30 June 2016, and its financial performance for the year then ended in accordance with the financial reporting requirements of the Associations Act of the Northern Territory and the association's constitution.

### Emphasis of Matter

Without modifying our opinion, we draw attention to the following:

#### *Basis of Accounting and Restriction on Distribution*

Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Dawn House Incorporated to meet the requirements of the Associations Act of the Northern Territory and the association's constitution. As a result, the financial report may not be suitable for another purpose.

#### *Going concern*

As provided in Note 1 to the financial report, a significant amount of income received by the association is sourced from government agencies. The appropriateness of preparing the association's financial statements on a going concern basis is dependent upon this continued government support.



.....  
Adam Dohnt

*Director*

29 August 2016

