

JusticeNet SA Incorporated
Financial Report for the Year Ended 30 June 2023

BOARD OF MANAGEMENT'S REPORT

Your Board of Management submit the financial report of for the financial year ended 30 June 2023.

Board Members

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

Tania Sulan	President
Ben Opie	Treasurer
Scott Foreman	Secretary
Sue Brebner	
Stephen McDonald	
Sarah Devenport	(outgoing)

Members of the Board have been in office since the start of the year unless otherwise stated. No other officer of the Association has received directly or indirectly from the association any payment or other benefit of a pecuniary value. At no time during the year ended 30 June 2023 has any officer or related firm or body corporate, received or become entitled to receive a benefit arising from a contract between the officer, firm or body corporate and the association. No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the entity.

Principal Activities

JusticeNet SA operates free legal services for people with civil law matters who cannot afford legal representation, including: Pro Bono Connect (a referral service), the Self-Representation Service (a legal assistance service for self-represented litigants in the Federal and Federal Circuit Courts), and Homeless Legal (an outreach legal service for those experiencing homelessness).

Operating Result

The deficit for the year ended 30 June 2023 amounted to \$36,878 (2022 deficit: \$52,220)

Signed in accordance with a resolution of the members of the Board.

Chairperson..... 

Treasurer..... 

Dated this 28 day of November 2023

JusticeNet SA Inc
Financial report for the year ended 30 June 2023

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023	2022
		\$	\$
Revenue	2	551,179	502,134
Salaries, wages & employee costs		(459,349)	(454,013)
Fundraising expenses		(66,958)	(14,965)
Other operating expenses	2	(61,750)	(85,376)
Current year surplus before income tax		(36,878)	(52,220)
Income tax expense	1(a)	-	-
Net current year (deficit)/ surplus		(36,878)	(52,220)
Other comprehensive income		-	-
Total other comprehensive income for the year, net of tax		-	-
Total comprehensive (loss)/ income for the year, net of tax		(36,878)	(52,220)
Net current year (deficit)/ surplus attributable to members of the entity		(36,878)	(52,220)
Total comprehensive (loss)/ income attributable to members of the entity		(36,878)	(52,220)

The accompanying notes form part of these financial statements.

JusticeNet SA Inc
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023

	Note	2023	2022
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	301,118	362,156
Trade and other receivables	4	20,277	5,463
TOTAL CURRENT ASSETS		321,395	367,619
NON CURRENT ASSETS			
Property, Plant, and Equipment	6	2,434	-
Intangible assets	5	-	-
TOTAL NON CURRENT ASSETS		2,434	367,619
TOTAL ASSETS		323,829	367,619
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables		9,995	8,425
Other accruals		11,356	8,965
Contract liabilities - grants received in advance		5,454	17,832
Employee provisions		45,813	44,308
TOTAL CURRENT LIABILITIES		72,618	79,530
TOTAL LIABILITIES		72,618	79,530
NET ASSETS		251,211	288,089
EQUITY			
Retained earnings		251,211	288,089
TOTAL EQUITY		251,211	288,089

The accompanying notes form part of these financial statements.

JusticeNet SA Inc

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2023

	Retained earnings	Total
	\$	\$
Balance at 1 July 2021	340,309	340,309
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Comprehensive income		
Net surplus/ (deficit) for the year	(52,220)	(52,220)
Other comprehensive income for the year	-	-
Total comprehensive income attributable to members of the entity	288,089	288,089
Balance at 30 June 2022	288,089	288,089
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Balance at 1 July 2022	288,089	288,089
Comprehensive income		
Net deficit for the year	(36,878)	(39,312)
Other comprehensive income for the year	-	-
Total comprehensive income attributable to members of the entity	251,211	248,777
Balance at 30 June 2023	251,211	248,777

The accompanying notes form part of these financial statements

JusticeNet SA Inc
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023	2022
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating Grant Receipts		197,449	206,785
Government COVID-19 Subsidy Receipts		-	-
Other receipts		350,472	332,972
Payments to suppliers and employees		(581,359)	(559,468)
Net GST (paid)/ received		(24,558)	(17,045)
Net cash (used in)/ provided by operating activities	10	<u>(57,996)</u>	<u>(36,756)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for Leasehold Improvements	6	<u>(3,042)</u>	-
		(3,042)	-
Net (decrease)/increase in cash held		(61,038)	(36,756)
Cash on hand at beginning of financial year		<u>362,156</u>	<u>398,912</u>
Cash on hand at end of financial year	3	<u>301,118</u>	<u>362,156</u>

The accompanying notes form part of these financial statements.

JusticeNet SA Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 1985 and the Australian Charities and Not-for-profits Commission Act 2012. The Board of Management has determined that the association is not a reporting entity and there are no users dependant on general purpose financial statements.

In order to satisfy Division 60 of the Australian Charities and Not-For-Profit Commission Act 2012 the financial report has been prepared in accordance with the following Australian Accounting Standards:

- AASB 101, Presentation of Financial Statements
- AASB 107, Statement of Cash Flows
- AASB 108, Accounting Policies, Changes in Accounting Estimates and Errors,
- AASB 1048, Interpretation of Standards
- AASB 1054, Australian Additional Disclosures

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs. The amounts presented in the financial statements have been rounded to the nearest dollar.

New or amended Accounting Standards and Interpretations adopted

The Association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The Association has complied with all of the recognition and measurement requirements of the Australian Accounting Standards.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Accounting Policies

a. Income Tax

The Association is exempt from income tax pursuant to section 50-40 of the Income Tax Assessment Act 1997.

b. Employee Provisions

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

The entity provides for long service leave once an employee reaches seven years' service.

c. Intangible Assets

Software

Software is recorded at cost. It has a finite life and is carried at cost less accumulated amortisation and any impairment losses. Software has an estimated useful life of three years. It is assessed annually for impairment.

d. Cash and Cash Equivalents

Cash includes cash on hand, deposits held at-call with banks, other short-term highly liquid investments.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

e. **Revenue Recognition**

The Association recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the incorporated association is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the incorporated association: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Sales revenue

Events, fundraising and raffles are recognised when received or receivable.

Donations

Donations are recognised at the time the pledge is made.

Grants

Grant revenue is recognised in profit or loss when the association satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the incorporated association is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

f. **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 Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable, to the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

JusticeNet SA Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

g. **Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Where the Association retrospectively applies an accounting policy, makes a retrospective restatement or reclassifies items in its financial statements, a third statement of financial position as at the beginning of the preceding period is presented in addition to the minimum comparative financial statements.

h. **Accounts Payable and Other Payables**

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

i. **Contract Liabilities**

Contract liabilities represent the Association's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the Association recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the Association has transferred the goods or services to the customer.

j. **Economic Dependency – Going Concern**

The financial report has been prepared on the going concern basis. However, attention should be drawn to the following matters:

- 1) The Association currently has funding secured with the Commonwealth Government until 30 June 2025. However, it is noted that the ability of the Association to continue as a going concern is dependent on securing future funding and achieving operating surpluses and positive operating cash flows.

No adjustments have been made to the amounts stated in this financial report.

k. **Property, plant and equipment**

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Leasehold improvements	4-10 years
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The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Leasehold improvements are depreciated over the unexpired period of the lease or the estimated useful life of the assets, whichever is shorter.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Association. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

JusticeNet SA Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

NOTE 2: INCOME AND EXPENSES	2023	2022
	\$	\$
Income:		
REVENUE FROM CONTRACTS WITH CUSTOMERS		
Grant Income	185,893	163,823
Membership	36,105	37,244
OTHER REVENUE		
Donations and Fundraising	326,206	285,479
Other income	2,975	15,588
Total income	551,179	502,134
Other operating expenses:		
Accounting Fees	7,746	15,300
Bank charges	113	35
Depreciation	608	-
Electricity and gas	716	500
Insurance	2,401	6,191
IT	3,380	3,502
NACLCL Membership	9,617	6,741
Office Amenities	2,036	250
Office Equipment	-	1,787
Postage	767	635
Rent	11,635	1,364
Stationery	2,230	1,542
Sundry expenses	10,234	28,735
Telephone	3,611	3,472
Training	727	295
Travel	-	27
Bad Debts	5,929	15,000
Total Operating Expenses	61,750	85,376

JusticeNet SA Inc

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

NOTE 3: CASH AND CASH EQUIVALENTS	2023	2022
	\$	\$
Operating cash account	101,048	201,062
ANZ Online Savings Account	-	161,024
Petty cash	70	70
Term Deposit	200,000	-
	301,118	362,156

NOTE 4: TRADE AND OTHER RECEIVABLES	2023	2022
	\$	\$
Trade debtors	26,206	20,463
Provision for doubtful debts	(5,929)	(15,000)
	20,277	5,463

NOTE 5: INTANGIBLE ASSETS	2023	2022
	\$	\$
Software	18,840	18,840
Accumulated amortisation	(18,840)	(18,840)
	-	-

NOTE 6: PROPERTY, PLANT AND EQUIPMENT	2023	2022
	\$	\$
Leasehold improvement	3,042	-
Accumulated depreciation	(608)	-
	2,434	-

NOTE 7: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The Association has no contingent liabilities at 30 June 2023.

NOTE 8: KEY MANAGEMENT PERSONNEL COMPENSATION	2023	2022
	\$	\$
The aggregate compensation made to key management personnel of the Association is set out below:		
Aggregate compensation	125,643	127,972

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

NOTE 9: RELATED PARTY TRANSACTIONS

Board Members

Tania Sulan	President
Ben Opie	Treasurer
Scott Foreman	Secretary
Sue Brebner	
Stephen McDonald	
Sarah Devenport	(outgoing)

The Board Members of the Association provide their services without remuneration

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

There were no related party transactions during the financial year.

NOTE 10: CASH FLOW INFORMATION

	2023	2022
	\$	\$
Reconciliation of cash flow from operating activities with net current year (deficit) / surplus		
Current year (deficit) / surplus after income tax	(36,878)	(52,220)
Plus non-cash items:		
Depreciation	608	-
Changes in assets and liabilities:		
- (Increase) / decrease in Trade and other receivables	(14,814)	50,550
- Increase/(decrease) in Trade and other payables	1,570	(770)
- Increase/ decrease in Other accruals	2,391	(16,991)
- Increase/(decrease) in Grants in Advance	(12,378)	(14,311)
- Increase/(decrease) in Employee Benefits	1,505	1,150
Net cash provided by operating activities	(57,996)	(36,756)

NOTE 11: ASSOCIATION DETAILS

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

JusticeNet SA Inc.
Level 7, 3 Angas St
Adelaide SA 5001

STATEMENT BY MEMBERS OF THE BOARD OF MANAGEMENT

The Board of Management has 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 1 to the financial statements.

In the opinion of the Board of Management the financial report as set out on pages 2 to 10:

1. There are reasonable grounds to believe the registered entity is able to pay all its debts, as and when they become due and payable.
2. The attached financial statements and notes thereto satisfy the requirements of Division 60 of the Australia Charities and Not-for-profits Commission Act 2012; including giving a true and fair view of the financial position and performance of the registered entity in accordance with Australian Accounting Standards to the extent described in Note 1.

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



Chairperson.....



Treasurer.....

Dated this 28 day of November 2023

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