



23 October 2019

Ref: cb

Refugees and Partners Incorporated
PO Box 60
JESMOND NSW 2299

Dear Committee,

We have now completed our review of the financial statements for the year ended 30 June 2019 for Refugees and Partners Incorporated and enclose for your signature the financial statements.

Please sign the enclosed documents where indicated and return these to us for the signed review report to be attached to the signed financial statements.

As a result of the recent review we carried out for the year ended 30 June 2019 we would like to make the following recommendations:-

1. Comparative Financial Numbers

Due to the issues with reliability of MYOB in the prior year we have presented the 2019 financials without comparative financial numbers.

2. Loan Schedule – Garvey Discretionary Trust

The loan schedule should be updated to reflect the \$15,000 repayment on 27 June 2019, and the \$193,174 loan balance at 30 June 2019.

3. Provision of Cash Support to Refugees

Where cash support is provided the recipient should sign standard paperwork acknowledging the receipt of cash. This should be accompanied by a request for assistance where possible.

We would like to convey our appreciation to the committee for their assistance in providing information in relation to the completion of our review process.

Thank you for the opportunity to assist with your review needs. If you have any questions please do not hesitate to contact Craig Bartlett.

Yours faithfully

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REFUGEES AND PARTNERS INCORPORATED

ABN 92 680 274 721

**FULL FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019**

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REFUGEES AND PARTNERS INCORPORATED
ABN 92 680 274 721

Profit & Loss Statement

July 2018 To June 2019

2019

Income

Donations	\$232,764.98
Donation Oday Family	\$1,000.00
Gift J Garvey	\$199,250.00
Hall hire	\$800.00
Membership Subs	\$340.00
NCIG Stage 1 Grant	\$10,000.00
Mercy Foundation	\$10,000.00
Multicultural NSW	\$5,000.00
Hunter Water Grant	\$5,000.00
Community Building Grant	\$30,000.00
Orica Grant	\$10,000.00
Total Income	\$504,154.98

Expenses

General Expenses	
Renovations	\$21,065.10
Catering Expense	\$362.36
Childrens Room Expenses	\$58.29
Travel & Accom. Expenses	\$289.31
Meetings	\$12.00
Subscriptions & M'ships	\$80.00
Bank Fees	\$35.00
Bad Debts	\$18,573.33
Credit Payment for Labour	\$1,980.00
Cleaning Expenses	\$746.89
Depreciation	\$904.26
Donation PAID OUT	\$30.00
Electricity Expenses	\$1,000.66
Gas Expenses	\$144.85
General Repairs & Maintenance	\$61.94
Prior Yr Furniture & Computers	\$1,883.64
Garden and Outdoor	\$67.42
Printing	\$528.11
Water Expenses	\$539.08
Stationery & Office Supplies	\$745.94
Rent	\$2,640.00
Telephone & Internet	\$2,289.70
Postage	\$140.68
General Expenses	\$534.19
Total General Expenses	\$54,712.75
Motor Vehicle Expenses	
Motor Vehicle Registration	\$99.09
Motor Vehicle Fuel/Oil	\$795.96
Motor Vehicle Maintenance	\$145.45
Total Motor Vehicle Expenses	\$1,040.50
Insurance Expenses	
Business Insurance	\$1,730.64
Public Liability Insurance	\$1,737.16

The accompanying notes form part of these financial statements.

REFUGEES AND PARTNERS INCORPORATED
ABN 92 680 274 721

Profit & Loss Statement

July 2018 To June 2019

2019

Total Insurance Expenses		\$3,467.80
Grant Spending		
Community Building Plumbing	\$7,077.10	
Community Building Playground	\$3,722.07	
NCIG	\$4,400.00	
NEWCASTLE COUNCIL GRANT	\$847.31	
Hunter Water Grant	\$2,031.45	
Total Grant Spending		\$18,077.93
Community Events		\$235.92
Total Expenses		\$77,534.90
Operating Profit		\$426,620.08
Other Income		
Interest Income		\$39.32
Other Expenses		
Other Expense		\$100.95
Pastoral Care		\$34,119.49
Mother Language Literacy Prog		\$25,199.26
Early Childhood		\$2,267.08
GST Adjustment		(\$989.87)
Total Other Expenses		\$60,696.91
Net Profit/(Loss)		\$365,962.49

The accompanying notes form part of these financial statements.

REFUGEES AND PARTNERS INCORPORATED
ABN 92 680 274 721

Balance Sheet

As of June 2019

2019

Current Assets

Bank Accounts

Refugee & Partners 720973685	\$7,605.83	
R & P Refunds 720973707	\$2.04	
Micro Finance Loans 721988600	\$219.22	
Zara's House Gift Acc722787978	\$16,738.28	
Petty Cash/Cash On Hand	\$50.00	
Total Bank Accounts		\$24,615.37

Other Current Assets

Trade Debtors	\$7,655.31	
Total Other Current Assets		\$7,655.31

Total Current Assets

\$32,270.68

Non-Current Assets

Property 1A Hill Street		
Property 1A Hill Street	\$625,738.82	
Building Improvements At Cost	\$37,700.53	
Accumulated Depreciation	(\$904.26)	
Total Non-Current Assets		\$662,535.09

Total Assets

\$694,805.77

Liabilities

Current Liabilities

GST Liabilities		
GST Collected	\$500.00	
GST Paid	(\$1,324.00)	
Total GST Liabilities		(\$824.00)

Non-Current Liabilities

Garvey Discretion Trust Loan	\$193,174.00	
Total Non-Current Liabilities		\$193,174.00

Total Liabilities

\$192,350.00

Net Assets

\$502,455.77

Equity

Retained Earnings	\$136,493.28	
Current Year Earnings	\$365,962.49	
Total Equity		\$502,455.77

The accompanying notes form part of these financial statements.

REFUGEES AND PARTNERS INCORPORATED

ABN 92 680 274 721

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019**

	Retained Earnings
	\$
Balance at 1 July 2018	136,493
Profit/(loss) attributable to members of the association	365,962
Total other comprehensive income for the year	-
Balance at 30 June 2019	<u>502,456</u>

The accompanying notes form part of these financial statements.

REFUGEES AND PARTNERS INCORPORATED

ABN 92 680 274 721

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

	2019
	\$
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from members, donations etc	522,174
Payments to suppliers and employees	(137,328)
Interest received	39
Net cash provided by operating activities	<u>384,885</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of property, plant and equipment	(663,440)
Net cash used in investing activities	<u>(663,440)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from borrowings	307,000
Payment of borrowings	(113,826)
Net cash provided by financing activities	<u>193,174</u>
Net increase/(decrease) in cash held	(85,381)
Cash at the beginning of the financial year	<u>109,996</u>
Cash at the end of the financial year	<u>24,615</u>

The accompanying notes form part of these financial statements.

REFUGEES AND PARTNERS INCORPORATED

ABN 92 680 274 721

Note 1: Statement of Significant Accounting Policies

Corporate Information

The financial report is for the year ended 30 June 2019 for Refugees and Partners Incorporated as an individual entity, incorporated and domiciled in Australia. Refugees and Partners Incorporated is a Tier 1 association.

The financial statements were authorised for issue on 26 October 2019 by the officer bearers of the entity.

Basis of Preparation

The financial statements are special purpose financial statements that have been prepared in accordance with the following Australian Accounting Standards and the *Associations Incorporation Act 2009*.

- 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 association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the 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 the financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements are denominated in Australian dollars and have been rounded to the nearest dollar.

Accounting Policies

a. Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Non-reciprocal grant revenue is recognised in profit or loss when the entity obtains control of the grant and 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.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the balance sheet as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

REFUGEES AND PARTNERS INCORPORATED

ABN 92 680 274 721

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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

b. **Property, Plant and Equipment**

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

Depreciation

The depreciable amount of all fixed assets including buildings, but excluding freehold land, is depreciated over their useful lives to the entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Buildings	2.5% prime cost
Furniture, fittings and plant	5 – 10% prime cost

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

Asset classes carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

REFUGEES AND PARTNERS INCORPORATED

ABN 92 680 274 721

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

c. Impairment of Assets

At the end of each reporting period, the entity assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. in accordance with the revaluation model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

Where it is not possible to estimate the recoverable amount of an assets class, the entity estimates the recoverable amount of the cash-generating unit to which the class of assets belong.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives

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, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

e. 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.

f. Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

REFUGEES AND PARTNERS INCORPORATED

ABN 92 680 274 721

STATEMENT BY MEMBERS OF THE COMMITTEE

The members of the committee declare that, in their opinion:

1. The financial statements and notes, as set out on pages 2 to 9, are in accordance with the *Associations Incorporation Act 2009* and:
 - a. In accordance with the accounting standards and policies described in Note 1 to the financial statements, and
 - b. give a true and fair view of the financial position of the entity as at 30 June 2019 and of the performance for the year ended on that date.

2. At the date of this statement, there are reasonable grounds to believe that Refugees and Partners Incorporated will be able to pay its debts as and when they fall due.

This statement is signed in accordance with a resolution of the committee of Refugees and Partners Incorporated

Committee Lyndal Coote - TREASURER.

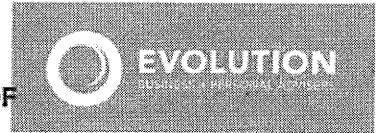
Committee Sandra Celland vice president.

Dated ~~31st~~ day of ~~December~~ 2019
31st October

REFUGEES AND PARTNERS INCORPORATED

ABN 92 680 274 721

**INDEPENDENT REVIEWER'S REPORT TO THE MEMBERS OF
REFUGEES AND PARTNERS INCORPORATED
ABN 92 680 274 721**



We have reviewed the financial report of Refugees and Partners Incorporated which comprises the statement of financial position as at 30 June 2019, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory notes and the statement by members of the committee.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the accounting standards and accounting policies described in Note 1 to the financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Assurance Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements. We conducted our review in accordance with Standard on Review Engagements ASRE 2400, Review of a Financial Report Performed by an Assurance Practitioner Who is not the Auditor of the Entity. ASRE 2400 requires us to conclude whether anything has come to our attention that causes us to believe the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ASRE 2400 is a limited assurance engagement. The assurance practitioner performs procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with Australian Auditing Standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not give a true and fair view of the financial position of Refugees and Partners Incorporated as at 30 June 2019, and of its financial performance and cash flows for the year then ended, in accordance with the accounting standards and accounting policies described in Note 1 to the financial statements.

EVOLUTION AUDIT PTY LTD

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WARNERS BAY NSW 2282

Director: Craig Bartlett

Date:

31/10/19

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REFUGEES AND PARTNERS INCORPORATED

ABN 92 680 274 721

PRESIDENT'S DECLARATION UNDER
THE CHARITABLE FUNDRAISING ACT 1991

We, the committee of Refugees and Partners Incorporated declare that in our opinion:

1. The financial statements give a true and fair view of Income and Expenditure of Refugees and Partners Incorporated with respect to fundraising appeals; and
2. The statement of financial position gives a true and fair view of the state of affairs with respect to fundraising appeals; and
3. The provisions of the *Charitable Fundraising Act 1991*, the Regulations under the act and the conditions attached to the authority have been complied with; and
4. the internal controls exercised by Refugees and Partners Incorporated are appropriate and effective in accounting for all income received and applied by Refugees and Partners Incorporated from any of its fundraising appeals.

Committee Lyndal Coote - TREASURER

Committee S Ballard - Vice President.

Dated this 31-10-19 day of October 2019

31st