

Bonnie Support Services Ltd

ABN: 24 003 100 445

Financial Report For The Year Ended 30 June 2018

CONTENTS	Page
Directors' Report	1
Auditor's Independence Declaration	6
Statement of Profit or Loss and Other Comprehensive Income	7
Income and Expenditure Statement by Funding Program	8
Statement of Financial Position	11
Statement of Changes in Equity	12
Statement of Cash Flows	13
Notes to the Financial Statements	14
Directors' Declaration	23
Independent Auditor's Report	24

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
DIRECTORS' REPORT

The Directors of Bonnie Support Services Limited present their report together with the financial statements for the year ended 30 June 2018 and the Independent Audit Report thereon.

Directors

The following persons were Directors of Bonnie Support Services during the whole of the financial year and up to the date of this report, unless otherwise stated:

Maree Mullins (resigned 15 November 2017)
Betty Green
Frances Atkins
Amelia Scott
Danielle Winzenried (resigned 21 March 2018)
Dusanka Mrdjenovic
Tam Ho
Karen Beetson (appointed 12 September 2018)

Principal Activities

During the year, the principal activities of the entity were the management of a service to support and/or accommodate women with children who have experienced domestic and family violence and/or are homeless or at risk of homelessness.

There have been no significant changes in the nature of these activities during the year.

Review of operations and financial results

The Company recorded an operating deficit of (\$6,991) for the year ended 30 June 2018 compared to an operating deficit of (\$328,846) in 2017. The main reason for the deficit is a prior year surplus deduction of \$39,809 by Family & Community Services NSW.

Performance Measurement

Bonnie Support Services measures its performance through annual accountability reports for each individual funding contract. The company also uses a range of other performance measures to ensure its strategic goals as stated in the Strategic Plan 2016 -2019 are achieved.

The company monitors its performance against budget and rolling forecasts. The budget is approved by the Board of Directors prior the commencement of the financial year. Financial results are presented to the Board who use this information for the purpose of tracking progress, determining if agreed objectives are met and to inform future planning.

Objectives

Bonnie Support Services Strategic Plan 2016 -2019 is based on four strategic priorities:

1. Deliver quality services
2. Culturally appropriate
3. Capable and engaged staff
4. Sustainable dynamic organisation

Strategy for achieving objectives

To achieve these objectives, the entity has adopted the following strategies:

- Actively seek new funding opportunities that support our best practice framework
- Actively develop strategic partnerships that complement & enhance our service model
- Develop a media and communication plan to raise the service profile as a leading service
- Seek opportunities to present at conferences and publish in relevant industry journals
- Staff survey undertaken to review staff satisfaction & engagement
- Develop a staff recognition program
- Staff are trained and supported to deliver culturally sensitive services
- Reconciliation Action Plan commenced
- Annual review of Board and executive performance
- Annual skills audit to ensure competent governance
- Investigate suitable accreditation systems to meet organisation needs
- Commit to building a diverse funding stream.

Information on directors:

Maree Mullins (resigned 15 November 2017)

BA Com Mgt, AssocDip Com Org, Cert Welf
Chairperson

Director since 2013

Maree has a great depth of experience in entrepreneurial leadership and change. She has held senior executive and Board positions and has worked in the Disability, Youth, Community, Out of Home Care, Creative Arts and the Justice sectors for the past 34 years.

Maree is the CEO of Sunnyhaven Disability Services.

Betty Green

BA (Hons) Adult Ed, Assoc Dip Soc Welf
Secretary

Director since 2013

Frances Atkins

LLM, LLB, BCom, MBA (current)

Treasurer, Member of Audit and Risk Committee
Director since 2015

Frances has significant experience in banking and finance, including experience advising senior management, boards and committees on a range of corporate and strategic matters. Frances also serves on the Board of a specialist homelessness service for women and families, and has participated in a range of programs supporting women and children for the past 14 years.

In 2018, Frances co-founded an online children's book company which has partnered with Room to Read to support children's literacy. She is also the primary carer of her three small children. She was previously a vice president at J.P. Morgan's Corporate and Investment Bank.

Amelia Scott

Dip Ed Mental Health, AssocDip Com Health

Director since 2002

Betty has served on numerous management committees and boards in the community sector locally as well as a state-wide peak body, Women's Health NSW and on government committees such as NSW Premier's Council for the Prevention of Violence Against Women (2009-2013) and the NSW Domestic Violence Death Review Team (2010-2014) and nationally as a committee member of Australasian Council of Women and Policing.

Betty has held positions in the women's health sector and is currently a PhD candidate undertaking research on domestic violence death reviews in Australia.

Danielle Winzenried (resigned 21 March 2018)
LLB, BA, M Int Soc Dev

Director since 2015
Formerly a practising lawyer in insurance litigation and legal professional regulation, Danielle is now an international development practitioner with Refugee Rights and Women's Access to Justice interests. After two years in Timor Leste with community based organisations, she is now based in Sydney coordinating international judicial development activities.

Dusanka Mrdjenovic
Dip Com Welf, Adv Dip Mgt, Cert IV Soc Housing

Director since 2016

Amelia Scott is Bonnie's longest serving Board member. Amelia has a wealth of experience in health and in particular women and children's health. Amelia initially joined Bonnie's Board to promote community liaison with the Area Health Service and has been inspired by Bonnie's innovative support work with women and children, to stay involved.

Amelia is currently employed by a Local Health District as a Child and Family Health Nurse.

Tam Ho

Director since 2016
Tam has a wide range of experience in the not-for-profit and tertiary education sectors, working in the areas of program management, fundraising and marketing and communications. Having grown up in Cabramatta, she is very much still connected to the south-west Sydney area and is an advocate for services and programs that empower women and young people in this community.

Tam currently works as a Campus Engagement Development Officer at Macquarie University.

Karen Beetson (appointed 12 September 2018)
Dip Couns, AdvDip Leadership & Mgt

Director since 2018

Dusanka has a passionate interest in human rights and social equity brought about by life experience of civil war, which included homelessness and displacement. She migrated to Australia with her family some 13 years ago. These experiences expanded her horizons. Her life and work experience have contributed to Dusanka being very compassionate about general human rights and social equity.

Karen Beetson is a Mandandanji woman from south west Queensland. Karen has worked for over 30 years in Aboriginal Community Development beginning her career in Aboriginal Employment and Education and has worked for, NSW Juvenile Justice; prior to her appointment as Deputy Director Aboriginal Health SWSLHD Karen was the Manager of Tharawal Aboriginal Corporation/ AMS Family and Community Programs. Her managerial scope included Tharawal's Child and Family teams as well as the Social and Emotional Wellbeing team, Sexual health, hepatitis and HIV & and the Djurali Tackling Indigenous Smoking Team and healthy Lifestyle programs.

Dusanka currently works for a large Community Housing provider and has been employed there for 11 years and for the last 6 years she has worked in management.

Karen works as the Deputy Director Aboriginal Health for South Western Sydney Health Local Health District.

Meetings of Directors	Board of Directors		Audit, Finance & Risk Committee	
	A	B	A	B
Director				
Amelia Scott	5	4	-	-
Betty Green	5	4	-	-
Danielle Winzenried	4	3	-	-
Dusanka Mrdjenovic	5	4	-	-
Frances Atkins	5	4	4	4
Maree Mullins	3	1	-	-
Tam Ho	5	4	-	-

- Column A is the number of meetings the Director was entitled to attend
- Column B is the number of meetings the Director attended

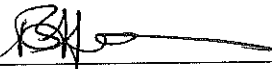
Contribution in winding up


The Company is incorporated under the Corporations Act 2001 and is a Company limited by guarantee. If the Company wound up, the constitution states that each member is required to contribute a maximum of \$10 (ten dollars) each towards meeting any outstanding obligations of the entity. At 30th June 2018, the total amount that members of the company are liable to contribute if the Company is wound up is \$60 (2017: \$70).

Auditor's Independence Declaration

The auditor's independence declaration as required under section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* is included on page 6 of this financial report and forms part of the Directors' Report.

Signed in accordance with a resolution of the Directors.

Director and Chairperson:  Date: 31/10/18
Betty Green

Director and Treasurer:  Date: 31/10/18
Frances Atkins

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
AUDITOR'S INDEPENDENCE DECLARATION UNDER S 307C OF
THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF BONNIE SUPPORT SERVICES LTD

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2018 there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Name of Firm Partlett Chave & Rowland

Name of Partner Henry Ratajczak

Date 21/10/18

Address Suite 7, 170 George Street Liverpool NSW 2170

BONNIE SUPPORT SERVICES LTD

ABN: 24 003 100 445

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR
ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
Revenue	2	2,064,340	1,966,773
Other income	2	268,031	299,882
Employee benefits expense		(1,797,872)	(1,791,288)
Depreciation and amortisation expense	3	(32,561)	(28,752)
Repairs, maintenance and vehicle running expenses		(35,254)	(22,246)
Audit, legal and consultancy fees		(11,700)	(11,050)
Property expenses		(156,246)	(107,195)
Administration expenses		(177,947)	(304,735)
Client brokerage		(94,780)	(150,393)
Rent of transitional properties		(24,012)	(59,706)
Capital grants expensed		-	(26,365)
Provisions for expenditures		-	(67,327)
Equipment replacement		(8,989)	(26,445)
Current year surplus before income tax		(6,991)	(328,846)
Income tax expense		-	-
Net current year surplus		(6,991)	(328,846)
Other comprehensive income			
Items that will not be reclassified subsequently to profit or loss:			
Gain on revaluation of listed shares		969	402
Total comprehensive income attributable to members of the entity		(5,255)	(328,043)

The accompanying notes form part of these financial statements.

BONNIE SUPPORT SERVICES LTD

ABN: 24 003 100 445

INCOME AND EXPENDITURE STATEMENT BY FUNDING PROGRAM FOR THE YEAR ENDING 30 JUNE 2018

Funding Body: Department of Family and Community Services NSW

Program: Specialist Homelessness Services

	2018	2017
	\$	\$
Revenue		
Revenue from government grants	1679033	1664130
	<u>1679033</u>	<u>1664130</u>
Other Revenue		
Interest received on fixed interest securities	2774	5003
	<u>2774</u>	<u>5003</u>
Total revenue	<u>1681807</u>	<u>1669133</u>
Other income		
Other	-	1010
Total other income	<u>-</u>	<u>1010</u>
Total revenue and other income	<u><u>1681807</u></u>	<u><u>1670143</u></u>
Expense		
Administration expenses	435710	471394
Client brokerage	8905	149972
Employee benefits expense	1276103	1365145
Total Expense	<u>1720718</u>	<u>1986510</u>
Net Profit (Loss)	<u><u>(38,911)</u></u>	<u><u>(316,367)</u></u>

Funding Body: Department of Family and Community Services NSW

Program: Domestic Violence Response Enhancement

	2018	2017
	\$	\$
Revenue		
Revenue from government grants	278315	201,603
	<u>278315</u>	<u>201,603</u>
Other Revenue		
Interest received on fixed interest securities	14550	8,861
	<u>14550</u>	<u>8,861</u>
Total revenue	<u>292865</u>	<u>210,464</u>
Expense		
Administration expenses	58360	58,360
Client brokerage	13040	9,361
Employee benefits expense	221465	142,743
Total Expense	<u>292865</u>	<u>210,464</u>
Net Profit (Loss)	<u><u>-</u></u>	<u><u>-</u></u>

BONNIE SUPPORT SERVICES LTD

ABN: 24 003 100 445

INCOME AND EXPENDITURE STATEMENT BY FUNDING PROGRAM FOR THE YEAR ENDING 30 JUNE 2018

Funding Body: Department of Family and Community Services NSW

Program: Community Building Partnership Program

	2018	2017
	\$	\$
Other income		
Capital grants	7416	26365
Total other income	<u>7416</u>	<u>26365</u>
Expense		
Capital grants expended	7416	26365
Total Expense	<u>7416</u>	<u>26365</u>
Net Profit (Loss)	<u>-</u>	<u>-</u>

Program: Property Management

	2018	2017
	\$	\$
Bequests received	29,550	-
Interest received on fixed interest securities	-	11
Total revenue	<u>29550</u>	<u>11</u>
Other income		
Rental income	210092	254900
Other	2656	18431
Total other income	<u>212747</u>	<u>273331</u>
Total revenue and other income	<u>242297</u>	<u>273342</u>
Expense		
Administration expenses	56,419	32,213
Depreciation and amortisation expense	2592	2880
Equipment replacement	6,246	4,119
Repairs, maintenance and vehicle running expenses	106743	61851
Property expenses	79,031	66,446
Provisions for expenditures	(26,646)	67,327
Rent of transitional properties	17,912	38,506
Total Expense	<u>242,297</u>	<u>273,342</u>
Net Profit (Loss)	<u>-</u>	<u>-</u>

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445

INCOME AND EXPENDITURE STATEMENT BY FUNDING PROGRAM FOR THE YEAR ENDING 30 JUNE 2018

Program: Donations, philanthropic and other grants	2018	2017
	\$	\$
Other income		
Bequests received	24092	18000
Other	71630	45305
Total other income	<u>95722</u>	<u>63305</u>
Total revenue and other income	<u><u>95722</u></u>	<u><u>63305</u></u>
Expense		
Administration expenses	13533	964
Audit, legal and consultancy fees	38865	26499
Client brokerage	30906	28475
Employee benefits expense	12418	6690
Equipment replacement	-	677
Total Expense	<u>95722</u>	<u>63305</u>
Net Profit (Loss)	<u><u>-</u></u>	<u><u>-</u></u>

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445

INCOME AND EXPENDITURE STATEMENT BY FUNDING PROGRAM FOR THE YEAR ENDING 30 JUNE 2018

Program: Other	2018	2017
	\$	\$
Other Revenue		
Dividends received	141	108
Interest received on fixed interest securities	10482	15388
Total revenue	<u>10,622</u>	<u>15,495</u>
Other income		
Other	533712	549296
Total other income	<u>533712</u>	<u>549296</u>
Total revenue and other income	<u><u>544334</u></u>	<u><u>564791</u></u>
Expense		
Administration expenses	101,788	116805
Audit, legal and consultancy fees	12450	12925
Depreciation and amortisation expense	29969	25872
Employee benefits expense	287977	277051
Equipment replacement	2743	21649
Rent	6,100	21,200
Repairs, maintenance and vehicle running expenses	59016	89573
Property expenses	12372	12194
Total Expense	<u>512,414</u>	<u>577,270</u>
Net Profit (Loss)	<u><u>31,920</u></u>	<u><u>(12,479)</u></u>

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2018

	Note	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	1,583,455	1,952,929
Accounts receivable and other debtors	5	27,594	6,078
Financial assets	7	3,254	2,488
Other current assets	6	4,457	7,672
TOTAL CURRENT ASSETS		<u>1,618,760</u>	<u>1,969,168</u>
NON-CURRENT ASSETS			
Property, plant and equipment	8	197,819	194,491
TOTAL NON-CURRENT ASSETS		<u>197,819</u>	<u>194,491</u>
TOTAL ASSETS		<u>1,816,579</u>	<u>2,163,659</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables	9	1,243,029	1,597,088
Employee provisions	10	204,597	191,392
TOTAL CURRENT LIABILITIES		<u>1,447,626</u>	<u>1,788,481</u>
TOTAL LIABILITIES		<u>1,447,626</u>	<u>1,788,481</u>
NET ASSETS		<u>368,953</u>	<u>375,178</u>
EQUITY			
Retained surplus		365,699	372,690
Reserves		3,254	2,488
TOTAL EQUITY		<u>368,953</u>	<u>375,178</u>

The accompanying notes form part of these financial statements.

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2018

	Note	Retained Surplus \$	Revaluation Surplus \$	Total \$
Balance at 1 July 2016		701,536	2,087	703,623
Comprehensive Income				
Surplus for the year attributable to members of the entity		(328,846)		(328,846)
Other comprehensive income for the year	15			
Gains on revaluation of shares			402	402
Total other comprehensive income		-	402	402
Total comprehensive income attributable to members of the entity		(328,846)	402	(328,445)
Balance at 30 June 2017		372,690	2,488	375,178
Balance at 1 July 2017		372,690	2,488	375,178
Comprehensive Income				
Surplus for the year attributable to members of the entity		(6,991)		(6,991)
Other comprehensive income for the year	15			
Gains on revaluation of shares			766	766
Total other comprehensive income		-	766	766
Total comprehensive income attributable to members of the entity		(6,991)	766	(6,225)
Balance at 30 June 2018		365,699	3,254	368,953

For a description of each reserve, refer to Note 15.

The accompanying notes form part of these financial statements.

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Commonwealth, state and local government grants		1,964,459	2,286,578
Receipts from donations, bequests and raffles		53,642	18,000
Payments to suppliers and employees		(2,590,862)	(2,415,991)
Interest received		27,806	29,263
Dividends received		141	108
Rental income		210,092	257,403
Sundry income		3,660	26,975
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		8,000	23,910
Payment for property, plant and equipment		(46,412)	(71,713)
Net cash used in investing activities		<u>(38,412)</u>	<u>(47,803)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Net cash used in financing activities		<u>-</u>	<u>-</u>
Net increase in cash held		(38,412)	(47,803)
Cash on hand at beginning of the financial year		<u>1,952,929</u>	<u>1,798,397</u>

The accompanying notes form part of these financial statements.

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

The financial statements cover Bonnie Support Services Ltd as an individual entity, incorporated and domiciled in Australia. Bonnie Support Services Ltd is a company limited by guarantee.

The financial statements were authorised for issue on [insert date] by the directors of the company.

Note 1 Summary of Significant Accounting Policies

Basis of Preparation

Bonnie Support Services Ltd applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012. 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 AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of the 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 accrual 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 amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

(a) Revenue

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 statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Bonnie Support Services Ltd receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in profit or loss.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest 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.

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.

(b) Property, Plant and Equipment

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

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(f) for details of impairment).

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

BONNIE SUPPORT SERVICES LTD

ABN: 24 003 100 445

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Class of Fixed Asset	Depreciation Rate
Plant and equipment	10% - 18.75%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(c) Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the entity, are classified as finance leases.

Finance leases are capitalised, recognising an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the entity will obtain ownership of the asset. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the lease term.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

(d) Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are recognised immediately as expenses in profit or loss.

Classification and Subsequent Measurement

Financial instruments are subsequently measured at fair value (refer to Note 1(q)), amortised cost using the effective interest method, or cost.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the effective interest method.

to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of an income or expense item in profit or loss.

Impairment

At the end of each reporting period, the company assesses whether there is objective evidence that a financial asset has been impaired. A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered to constitute a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

BONNIE SUPPORT SERVICES LTD

ABN: 24 003 100 445

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance accounts.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the company recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised when the related obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability, which is extinguished or transferred to another party, and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(e) 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 of disposal 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 individual asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

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

(f) Employee Benefits

Short-term employee benefits

Provision is made for the Company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The company's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as part of current trade and other payables in the statement of financial position.

Other long-term employee benefits

The company classifies employees' long service leave and annual leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the company's obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss classified under employee benefits expense.

The Company's obligations for long-term employee benefits are presented as non-current liabilities in its statement of financial position, except where the Company does not have an unconditional right to defer settlement for at least twelve months after the reporting date, in which case the obligations are presented as current liabilities.

Retirement benefit obligations

Defined contribution superannuation benefits

All employees of the company receive defined contribution superannuation entitlements, for which the company pays the fixed superannuation guarantee contribution (currently 9.5% of the employee's average ordinary salary) to the employee's superannuation fund of choice. All contributions in respect of employees' defined contribution entitlements are recognised as an expense when they become payable. The company's obligation with respect to employees' defined contribution entitlements is limited to its obligation for any unpaid superannuation guarantee contributions at the end of the reporting period. All obligations for unpaid superannuation guarantee contributions are measured at the (undiscounted) amounts expected to be paid when the obligation is settled and are presented as current liabilities in the company's statement of financial position.

BONNIE SUPPORT SERVICES LTD

ABN: 24 003 100 445

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

(g) **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.

(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 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.

(i) **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*.

(j) **Provisions**

Provisions are recognised when the entity 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. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of reporting period.

(k) **Comparative Figures**

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

(l) **Trade and Other Payables**

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

(m) **Critical Accounting Estimates and Judgements**

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

Key Estimates

Valuation of Building Maintenance Provision

The provision for building maintenance \$219,952 was determined by the directors by evaluation of the properties under control of the company that require essential maintenance in the coming year. The directors believe that obligations for building maintenance represent the fair value of obligations and expected future payments.

Valuation of Volunteer Services

Recognition of volunteer services provided through the corporate and individual volunteering program of organisation Habitat for Humanity. Only services that would have been purchased are included at rates comparable in the market and at arms length.

(n) **Economic Dependence**

Bonnie Support Services Ltd is dependent on the Department of Family and Community Services (FACS) for the majority of its revenue used to operate the business. At the date of this report the Board of Directors has no reason to believe the Department will not continue to support Bonnie Support Services Ltd.

(o) **New and amended Accounting Standards**

The entity has assessed all new and amended accounting standards issued and effective for financial reporting periods beginning on or after 1 January 2017, and determined there to be no effect on the current or prior period financial statements.

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Note 2 Revenue and Other Income

	2018	2017
	\$	\$
Revenue		
Revenue from (non-reciprocal) government grants and other grants		
— State/federal government grants – operating	1,985,094	1,893,654
— Other government grants	51,299	43,749
	<u>2,036,393</u>	<u>1,937,403</u>
Other revenue		
— Dividends received	141	108
Interest received	27,806	29,263
	<u>27,947</u>	<u>29,370</u>
Total revenue	<u>2,064,340</u>	<u>1,966,773</u>
Other income		
— Gain on disposal of property, plant and equipment	969	5,087
— Bequests received	53,642	18,000
— Rental income	210,092	254,900
— Other	3,317	21,888
— Membership fees	11	8
Total other income	<u>268,031</u>	<u>299,882</u>
Total revenue and other income	<u>2,332,371</u>	<u>2,266,655</u>

Note 3 Surplus for the year

	2018	2017
	\$	\$
(a) Expenses		
Employee benefits expense:		
— contributions to defined contribution superannuation funds	1,797,872	1,791,288
Total employee benefits expense	<u>1,797,872</u>	<u>1,791,288</u>
Depreciation and amortisation:		
— furniture and equipment	32,561	28,752
Total depreciation and amortisation	<u>32,561</u>	<u>28,752</u>
Audit fees		
— audit services	8,200	7,800
— taxation services	3,500	3,250
Total Audit Remuneration	<u>11,700</u>	<u>11,050</u>
(b) Significant Revenue and Expenses		
Net fair value loss on disposal of investments in available-for-sale listed shares	-	-

Note 4 Cash and Cash Equivalents

	2018	2017
	\$	\$
CURRENT		
Cash at bank	1,581,455	1,950,929
Cash on hand	2,000	2,000
	<u>1,583,455</u>	<u>1,952,929</u>
	-	-

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Note 5 Trade and Other Receivables

	Note	2018 \$	2017 \$
CURRENT			
Accounts receivable		27,594	6,078
Total current accounts receivable and other debtors		27,594	6,078

Note 6 Other Assets

		2018 \$	2017 \$
Prepayments		4,457	7,672
		4,457	7,672

Note 7 Financial Assets

	Note	2018 \$	2017 \$
CURRENT			
Shares in listed public companies		3,254	2,488
		3,254	2,488

Note 8 Property, Plant and Equipment

		2018 \$	2017 \$
PLANT AND EQUIPMENT			
Plant and equipment:			
At cost		500,716	476,860
Less accumulated depreciation		(302,897)	(282,369)
		197,819	194,491
Total property, plant and equipment		197,819	194,491

Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Plant and Equipment \$	Total \$
2017		
Balance at the beginning of the year	174,699	174,699
Additions at cost	68,093	68,093
Disposals	(19,550)	(19,550)
Depreciation expense	(28,752)	(28,752)
Carrying amount at the end of the year	194,491	194,491
2018		
Balance at the beginning of the year	194,491	194,491
Additions at cost	42,192	42,192
Disposals	(6,303)	(6,303)
Depreciation expense	(32,561)	(32,561)
Carrying amount at the end of the year	197,819	197,819

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Note 9 Trade and Other Payables

	Note	2018 \$	2017 \$
CURRENT			
Accounts payable		243,142	343,206
Deferred income	9(a)	744,935	972,284
Provisions		254,952	281,598
		1,243,029	1,597,088

		2018 \$	2017 \$
(a) Deferred Income			
— Department of Family & Community Services - DVRE		609,708	888,023
— Department of Family & Community Services - CBP		3,704	-
— South Western Sydney Local Health District		24,000	-
— Local Councils		2,681	5,051
— Other Grants		62,985	53,564
— Other deferred income		41,857	25,647
		744,935	972,284

Note 10 Provisions

		2018 \$	2017 \$
CURRENT			
Provision for employee benefits: annual leave		121,956	130,074
Provision for employee benefits: long service leave		82,642	61,318
		204,597	191,392

Employee Provisions

Employee provisions represents amounts accrued for annual leave and long service leave.

The current portion for this provision includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. Based on past experience, the company does not expect the full amount of annual leave or long service leave balances classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the company does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits have been discussed in Note 1(g).

Note 11 Capital and Leasing Commitments

(a) Finance Lease Commitments	2018 \$	2017 \$
Payable – minimum lease payments:	-	-

(b) Operating Lease Commitments

Non-cancellable operating leases contracted for but not capitalised in the financial statements	2018 \$	2017 \$
Payable – minimum lease payments		
— not later than 12 months	5	5
— between 12 months and five years	27	27
— later than five years	5	11
	38	43

The property lease commitment for is a non-cancellable operating leases contracted for but not recognised in the financial statements with a forty five-year term commenced on 1st January 1979. Since that date no amount has been charged or paid for this lease commitment.

BONNIE SUPPORT SERVICES LTD

ABN: 24 003 100 445

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Note 12 Events After the Reporting Period

The directors are not aware of any significant events since the end of the reporting period.

Note 13 Cash Flow Information

	2018	2017
	\$	\$
Reconciliation of Cash Flows from Operating Activities with Net Current Year Surplus		
Net current year surplus	(6,991)	(328,846)
Adjustment for:		
Depreciation and amortisation expense	32,561	28,752
Gain on disposal of property, plant and equipment	(969)	(5,087)
Movement in working capital changes:		
(Increase)/decrease in accounts receivable and other debtors	(21,516)	25,104
Increase/(decrease) in accounts payable and other payables	(96,572)	218,139
(Increase)/decrease in accrued income	(227,350)	142,461
Increase/(decrease) in employee provisions	13,205	56,764
Increase/(decrease) in provisions	(26,646)	67,327
(Increase)/decrease in prepayments	3,215	(2,279)
	<u>(331,063)</u>	<u>202,335</u>

Note 14 Capital Management

Management controls the capital of the entity to ensure that adequate cash flows are generated to fund its mentoring programs and that returns from investments are maximised within tolerable risk parameters. The finance committee ensures that the overall risk management strategy is in line with this objective.

The finance committee operates under policies approved by the board of directors. Risk management policies are approved and reviewed by the board on a regular basis. These include credit risk policies and future cash flow requirements.

The entity's capital consists of financial liabilities, supported by financial assets.

Management effectively manages the entity's capital by assessing the entity's financial risks and responding to changes in these risks and in the market. These responses may include the consideration of debt levels.

There have been no changes to the strategy adopted by management to control the capital of the entity since the previous year.

Note 15 Reserves

(a) Revaluation Surplus

The revaluation surplus records revaluations of non-current assets. Where revaluations are deemed to represent profits of a permanent nature, dividends may be declared from this reserve.

(b) Financial Assets Reserve

The financial assets reserve records revaluation increments and decrements (that do not represent impairment write-downs) that relate to financial assets classified as available-for-sale.

(c) Analysis of Each Class of Reserve

	Note	2018	2017
		\$	\$
Revaluation gains/(losses) on listed shares		766	402
Movement in financial assets reserve		<u>766</u>	<u>402</u>

Note 16 Entity Details

The registered office of the entity is:
Bonnie Support Services Ltd

The principal place of business is:
Bonnie Support Services Ltd

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Note 17 **Members' Guarantee**

The entity is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$10 towards meeting any outstanding obligations of the entity. At 30 June 2018 the number of members was 6.

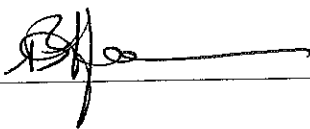
BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Bonnie Support Services Ltd, the directors declare that:

1. The financial statements and notes, as set out on pages 7 to 28, are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and:
 - (a) comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
 - (b) give a true and fair view of the financial position of the registered entity as at 30 June 2018 and of its performance for the year ended on that date.
2. There are reasonable grounds to believe that the registered entity will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with subs 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2013.

Director



Betty GREEN

Dated this 31 [day] day of OCT. [month] 2018



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Partners:
Chartered Accountants:
Robert B. Rowland F.C.A.
Henry Ratajczak B.Bus., C.A.

Certified Practising Accountant:
William S. Ng B.A., C.P.A.

BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
BONNIE SUPPORT SERVICES LTD

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Bonnie Support Services Ltd (the registered entity), which comprises the statement of financial position as at 30 June 2018, the 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 information, and the directors' declaration.

In our opinion, the accompanying financial report of Bonnie Support Services Ltd has been prepared in accordance with Div 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- i. giving a true and fair view of the registered entity's financial position as at 30 June 2018 and of its financial performance for the year then ended; and
- ii. complying with Australian Accounting Standards – Reduced Disclosure Requirements and Div 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the registered entity in accordance with the auditor independence requirements of the ACNC Act and 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 our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the registered entity's annual report for the year ended 30 June 2018, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the registered entity 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 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.

In preparing the financial report, the directors are responsible for assessing the registered entity'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 the directors either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

Liability limited by a Scheme, approved under the Professional Standards Legislation

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BONNIE SUPPORT SERVICES LTD
ABN: 24 003 100 445
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
BONNIE SUPPORT SERVICES LTD

Auditor's Responsibilities for the Audit of the Financial Report

Our 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 our 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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the registered entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entity to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the entity audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Auditor's name and signature: Henry Ratajczak

Name of Firm Partiett Chave & Rowland

Address: Suite 7,170 George Street Liverpool NSW 2170

Dated this 31st day of October 2018