

COMMUNITY LEGAL CENTRES ASSOC (WA) INC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

Community Legal Centres Assoc (WA) Incorporated**Income Statement****For the year ended 30 June 2020**

	2020	2019
	\$	\$
Income - Funding		
State Funding Program	190,789	175,832
Lotterywest Peer Review/Accreditation	-	109,004
Dept of Finance FaCS Co-design	20,413	15,951
Dept of Justice Sector Sustainability	251,763	100,372
Lotterywest Future Sector Sustainability	182,698	-
WACOSS Peak Sector Support	6,368	7,632
Income - Other	-	
Membership Income	27,262	27,374
Interest Received	4,054	4,811
Specialist Centre Memorandum of Understanding	-	4,668
Other Income	2,622	1,502
Cash flow Boost	62,224	
Total Income	748,193	447,146
Expenses		
Employment Expenses		
Salaries and Wages	356,401	235,569
Superannuation	33,455	22,373
Employee Assistance Program	350	300
External Project Consultant	5,622	-
Workers Compensation	1,573	890
Staff Training	164	230
Staff Recruitment	415	372
Provision for Annual Leave	8,296	13,058
Provision for Leave Loading	1,452	2,285
Provision for Long Service Leave	8,025	6,962
Provision for Superannuation on Entitlements	1,688	2,054
Total Employment Expenses	417,441	284,094
Rent Expense	-	9,054
Interest on Leases	902	
Conference Expense	1,177	709
Communications	3,613	6,704
Insurance	1,554	1,102
IT Maintenance & Equipment	9,856	4,587
IT Software	6,368	-
Office Overheads	2,243	1,305
Repairs and Maintenance	190	21
Accounting & Audit	15,689	21,756
Library, Resources & Subscriptions	4,628	4,865
Travel, Accommodation & Parking	5,668	18,469
Programming & Planning	13,267	4,138
Depreciation	390	3,265
Depreciation - Leases	12,815	-
Virtual Assistant Service	13,666	8,303
OPPEs Administration Costs	-	826
Dept of Finance FaCS Co-design	17,337	15,951
Dept of Justice Sector Sustainability CLCA Project Management	18,196	13,138
Dept of Justice Sector Sustainability Project Costs	104,888	4,877
Lotterywest Peer Review	-	37,181
Lotterywest ICT Strategy CLCA Project Management	20,203	-
Rural, Remote Regional Support	-	1,392
Specialist Centre Memorandum of Understanding	-	4,667
WACOSS Peak Sector Support Costs	6,368	6,480
Honorarium	6,000	6,000
Workshop Costs	2,600	-
Total Expenses	685,059	458,883
Net Surplus/(Deficit) for the Year	63,134	(11,736)
Transfer to General Reserve	(63,134)	11,736
Net Surplus after transfers to Reserves	-	-

Community Legal Centres Assoc (WA) Incorporated**Balance Sheet****As at 30 June 2020**

	2020	2019
	\$	\$
Current Assets		
Cash Management Account ANZ	302,890	222,477
General Cheque Account ANZ	1,584	1,462
Term Deposit ANZ	211,031	207,428
Petty Cash	100	100
Prepayments	10,209	10,244
Accrued Income	48,864	-
Accounts Receivable	209	-
Total Current Assets	574,887	441,711
Non-Current Assets		
Fixed Assets at cost	12,846	8,203
Less Accumulated Depreciation	(8,593)	(8,203)
	4,253	-
Right of Use Asset		
Right of Use Asset - Lease	30,089	-
Accumulated Depreciation - Lease	(12,815)	-
	17,274	
Total Non-Current Assets	21,527	-
Total Assets	596,414	441,711
Current Liabilities		
Accounts Payable	3,910	1,261
Accrued Expenses	1,291	775
Lease Liability	17,514	-
Income in Advance	16,383	11,333
Grant in Advance	232,683	181,286
Other Creditors	-	1,000
PAYG Withholding	17,752	10,478
ANZ Credit Card	114	2,104
Net GST	5,403	12,170
Superannuation Payable	-	2,536
Provisions		
Provision for Annual Leave	30,419	22,123
Provision for Annual Leave Loading	5,323	3,871
Total Provisions	35,742	25,994
Total Current Liabilities	330,792	248,937
Non-Current Liabilities		
Provision for Long Service Leave	24,216	16,191
Provision for Superannuation on Entitlements	5,697	4,007
Total Provisions	29,913	20,198
Total Non-Current Liabilities	29,913	20,198
Total Liabilities	360,705	269,134
Net Assets	235,709	172,576
Accumulated Funds		
Retained Surplus	144,935	144,935
General Reserve	90,774	27,641
Total Equity	235,709	172,576

Community Legal Centres Assoc (WA) Incorporated

Statement of Changes in Equity

For the year ended 30 June 2020

	Retained Earnings \$	Retained Earnings \$
Balance at 1 July 2018	<u>144,935</u>	<u>144,935</u>
Total Comprehensive income for the 2019 year and transfers to Reserves	27,641	27,641
Balance at 30 June 2019	<u>172,576</u>	<u>172,576</u>
Total Comprehensive income for the 2020 year and transfers to Reserves	63,134	63,134
Balance at 30 June 2020	<u>235,709</u>	<u>235,709</u>

Community Legal Centres Assoc (WA) Incorporated**Statement of Cash Flow**

For the year ended 30 June 2020

	2020	2019
	\$	\$
Cash Flow from Operating Activities		
Receipts from Government Grants	462,965	292,155
Receipts from Non-Government Grants	182,698	109,004
Receipts from ATO Cash Booster	62,224	-
Receipts from Other Sources	36,253	41,066
Interest Received	4,054	4,811
Payments to Suppliers & Employees	<u>(643,946)</u>	<u>(386,250)</u>
Net Cash provided by Operating Activities	104,248	60,786
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	<u>(4,643)</u>	<u>(3,265)</u>
Net Cash used in Investing Activities	(4,643)	(3,265)
Net Cash Flows from Financial activities		
Lease liability repayments	<u>(13,477)</u>	<u>-</u>
	(13,477)	-
Net Increase in Cash Held	86,128	57,522
Cash at Beginning of Reporting Period	<u>429,363</u>	<u>371,841</u>
Cash at End of Reporting Period	<u>515,491</u>	<u>429,363</u>
1. Reconciliation of Cash		
Cash on Hand	100	100
Cash at Bank	<u>515,391</u>	<u>429,263</u>
	<u>515,491</u>	<u>429,363</u>
2. Reconciliation of Net Cash used in Operating Activities to Operating Results		
Operating Result	63,134	(11,736)
Add: Non-cash Items		
Depreciation	390	3,265
Lease Depreciation	12,815	-
Lease Interest	902	-
(Increase) / Decrease in prepayments	35	212
Increase / (Decrease) in funding carried forward	63,134	(11,736)
(Increase) / Decrease in accrued income	(48,864)	-
(Increase) / Decrease in receivables	(209)	3,600
Increase / (Decrease) in provisions	(43,673)	36,095
Increase / (Decrease) in payables	<u>56,584</u>	<u>41,086</u>
Net cash provided by/(used in) operating activities	<u>104,248</u>	<u>60,785</u>

Community Legal Centres Assoc (WA) Incorporated**State CLC Funding Program****Income Statement****For the year ended 30 June 2020**

	2020	2019
	\$	\$
Income		
State Funding Program	190,789	175,832
Membership Income	27,262	27,374
Total Income	218,051	203,206
Expenses		
Employment Expenses		
Salaries and Wages	135,832	121,329
Superannuation	13,315	11,582
Employee Assistance Program	350	300
Staff Training	164	230
Staff Recruitment	415	-
Workers Compensation	1,573	890
Provision for Annual Leave	4,789	7,204
Provision for Leave Loading	838	1,261
Provision for Long Service Leave	5,482	3,831
Provision for Superannuation on Entitlements	1,055	1,103
Total Employment Expenses	163,813	147,729
Rent Expense	-	9,054
Interest on Leases	772	-
Conference Expense	409	709
Communications	3,354	3,236
Insurance	1,554	1,018
IT Maintenance & Equipment	1,000	4,272
IT Software	288	-
Office Overheads	1,767	1,030
Accounting & Audit	14,908	21,681
Fees and charges	81	159
Bad Debts	700	-
Library, Resources & Subscriptions	694	1,091
Travel, Accommodation & Parking	5	1,596
Programming & Planning	164	3,589
Repairs and Maintenance	189	21
Depreciation	390	1,632
Depreciation Leases	7,147	-
Virtual Assistant Service	13,666	8,303
Membership Fees	2,185	2,024
Quality Assured Provider Expenditure	1,750	1,750
Website Development and Hosting	259	3,468
Honorarium	6,000	6,000
Rural, Regional and Remote Support	-	1,390
Other Expense	100	1
Total Expenses	221,195	219,753
Net Surplus/(Deficit) for the Year	(3,144)	(16,547)

Community Legal Centres Assoc (WA) Incorporated
Community Legal Centres - Unrestricted
Income Statement
For the year ended 30 June 2020

	2020	2019
	\$	\$
Income		
Interest Received	4,054	4,811
Other Income cash flow boost	<u>62,224</u>	<u>-</u>
Total Income	<u>66,278</u>	<u>4,811</u>
Net Surplus/(Deficit) for the Year	<u><u>66,278</u></u>	<u><u>4,811</u></u>

Community Legal Centres Assoc (WA) Incorporated**Lotterywest Peer Review/Accreditation****Income Statement****For the year ended 30 June 2020**

	2020	2019
	\$	\$
Income		
Lotterywest Peer Review/Accreditation	-	109,004
Total Income	<u>-</u>	<u>109,004</u>
Expenses		
Employment Expenses		
Salaries and Wages	-	47,290
Superannuation	-	4,493
Provision for Annual Leave	-	2,250
Provision for Leave Loading	-	394
Provision for Long Service Leave	-	1,465
Provision for Superannuation on Entitlements	-	391
Travel, Accommodation & Parking	-	15,540
Lotterywest Peer Review - Research and Training	-	20,500
Lotterywest Peer Review CLCA Project Management	-	16,681
Total Expenses	<u>-</u>	<u>109,004</u>
Net Surplus/(Deficit) for the Year	<u><u>-</u></u>	<u><u>-</u></u>

Community Legal Centres Assoc (WA) Incorporated**Lotterywest Digital Strategy****Income Statement****For the year ended 30 June 2020**

	2020	2019
	\$	\$
Income		
Lotterywest Digital Strategy	182,698	-
Total Income	182,698	-
Expenses		
Employment Expenses		
Salaries and Wages	116,840	-
Superannuation	11,100	-
Provision for Annual Leave	4,070	-
Provision for Leave Loading	712	-
Provision for Long Service Leave	3,220	-
Provision for Superannuation on Entitlements	760	-
Total Employment Expenses	136,702	-
Project Consultant-External	5,622	-
IT Maintenance and Equipment	8,456	-
IT Software	6,080	-
Office Equipment less than \$1,000	476	-
Travel, Accommodation & Parking	2,259	-
Lotterywest ICT Strategy CLCA Project Management	23,103	-
Total Expenses	182,698	-
Net Surplus/(Deficit) for the Year	-	-

Community Legal Centres Assoc (WA) Incorporated

WACOSS Peak Sector Support

Income Statement

For the year ended 30 June 2020

	2020	2019
	\$	\$
Income		
WACOSS Peak Sector Support	6,368	7,632
Total Income	<u>6,368</u>	<u>7,632</u>
Expenses		
Travel and Accommodation	-	1,152
WACOSS Peak Sector Support costs	6,368	6,480
Total Expenses	<u>6,368</u>	<u>7,632</u>
Net Surplus/(Deficit) for the Year	<u><u>-</u></u>	<u><u>-</u></u>

Community Legal Centres Assoc (WA) Incorporated**Department of Justice Sector Sustainability****Income Statement****For the year ended 30 June 2020**

	2020	2019
	\$	\$
Income		
Department of Justice Sector Sustainability	251,764	100,372
Total Income	251,764	100,372
Expenses		
Employment Expenses		
Salaries and Wages	100,922	66,950
Superannuation	8,773	6,298
Provision for Annual Leave	(563)	3,604
Provision for Leave Loading	(99)	631
Provision for Long Service Leave	(678)	1,666
Provision for Superannuation on Entitlements	(127)	560
Staff Recruitment	-	372
Total Employment Expenses	108,228	80,081
Conferences	768	-
IT Maintenance & Equipment	400	315
Office Equipment less than \$1,000	-	268
Printing and stationery	-	7
Travel, Accommodation & Parking	3,297	53
Depreciation	-	1,632
Programming and Planning	13,088	-
Dept of Justice Sector Sustainability - Project Management	21,095	13,138
Dept of Justice Sector Sustainability- Merger Projects	90,588	257
Dept of Justice Sector Sustainability- Digital Strategy	7,800	3,120
Dept of Justice Sector Sustainability - Consultancy	6,500	1,500
	251,764	100,372
Net Surplus/(Deficit) for the Year	-	-

Community Legal Centres Assoc (WA) Incorporated
Department of Finance FaCS Co-design Project
Income Statement
For the year ended 30 June 2020

	2020	-	2019
	\$		\$
Income			
Department of Finance FaCS Co-Design	20,413		15,951
Total Income	20,413		15,951
Expenses			
Salaries and Wages	2,809		-
Superannuation	267		-
Department of Finance FaCS Co-Design Project Costs	13,700		15,951
Department of Finance FaCS CLCA Mgmt Costs	3,636		-
	20,413		15,951
Net Surplus/(Deficit) for the Year	-		-

Community Legal Centres Assoc (WA) Incorporated

Other Projects

Income Statement

For the year ended 30 June 2020

	2020	2019
	\$	\$
Income		
Specialist Centre MoU Project	-	4,667
College of Law - Sponsorship	123	676
Workshops	2,500	-
OPPES Project	-	826
Total Income	2,623	6,169
Expenses		
Specialist Centre MOU Project Costs	-	4,667
OPPES Admin costs	-	826
Workshop Costs	2,500	-
Parking	108	128
Programming and Planning	15	548
	2,623	6,169
Net Surplus/(Deficit) for the Year	-	-

COMMUNITY LEGAL CENTRES ASSOC (WA) INC

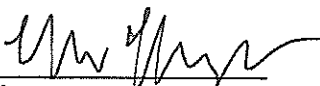
DECLARATION BY THE EXECUTIVE COMMITTEE FOR THE YEAR ENDED 30 JUNE 2020


The Executive Committee 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 Executive Committee the financial statements and notes to the financial statements are in accordance with *Association Incorporation Act 2015 (WA)*, the *Australian Charities and Not-for-profits Commission Act 2012* and:

- comply with the Australian Accounting Standards applicable to the Association;
- give a true and fair view of the financial position of Community Legal Centres Association (WA) Inc. as at 30 June 2020 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
- at the date of this statement, there are reasonable grounds to believe that Community Legal Centres Association (WA) Inc. will be able to pay its debts as and when they fall due and payable;

This statement is made in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013* and is signed for and on behalf of the Committee by:


Chairperson


Treasurer

Date: 29th October 2020

COMMUNITY LEGAL CENTRES ASSOC (WA) INC

Notes to and forming part of the Financial Statements For the year ended 30 June 2020

Note 1 - Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the *Association Incorporation Act 2015 (WA)* 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.

The financial statements have been prepared in accordance with the following mandatory Australian Accounting Standards applicable to entities reporting under the Australian Charities and Not for Profits Commission Act 2012 and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

AASB 16 - Leases

AASB 101 - Presentation of Financial Statements

AASB 107 - Cash Flow Statements

AASB 108 - Accounting Policies, Changes in Accounting Estimates and Errors

AASB 1048 - Interpretation of Standards

AASB 1054 - Australian Additional Disclosures

AASB 1058 - Income for Not-for-Profit Entities

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

Income Tax

The Association is exempt from income tax under the provisions of Section 50-5 of the Income Tax Assessment Act 1997.

Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Impairment of Assets

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

Any excess of the asset's carrying value over its recoverable amount is recognised in the income and expenditure statement.

COMMUNITY LEGAL CENTRES ASSOC (WA) INC

Notes to and forming part of the Financial Statements (continued) For the year ended 30 June 2020

Employee Benefits

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

Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Cash and Cash Equivalents

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

Revenue and Other Income

Grant revenue is recognised in the statement of comprehensive income 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.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised as it accrues using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

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).

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.

COMMUNITY LEGAL CENTRES ASSOC (WA) INC

Notes to and forming part of the Financial Statements (continued) For the year ended 30 June 2020

Grant in Advance

All grants are brought to account as income when received, unless they relate to future years in which case they are recognised as income in the year expended. They appear in the balance sheet as a liability – Grant in Advance.

Leases

AASB 16 has replaced AASB 117 Leases and is mandatory for all reporting entities from 1 July 2019. The new standard will eliminate the classifications of operating leases and finance leases.

Subject to exceptions, a 'right-of-use' asset will be capitalised in the statement of financial position, measured at the present value of the unavoidable future lease payments to be made over the lease term.

The exceptions relate to short-term leases of 12 months or less and leases of low-value assets where an accounting policy choice exists whereby either a 'right-of-use' asset is recognised or lease payments are expensed to profit or loss as incurred.

A liability corresponding to the capitalised lease will also be recognised, adjusted for lease prepayments, lease incentives received, initial direct costs incurred and an estimate of any future restoration, removal or dismantling costs.

Straight-line operating lease expense recognition will be replaced with a depreciation charge for the leased asset (included in operating costs) and an interest expense on the recognised lease liability (included in finance costs). In the earlier periods of the lease, the expenses associated with the lease under AASB 16 will be higher when compared to lease expenses under AASB 117.

For classification within the statement of cash flows, the lease payments will be separated into both a principal (financing activities) and interest (either operating or financing activities) component.

The Association has two material leases as at 30 June 2020:

	Lease cost per annum	Term
Office 5	\$7,679	36 months
Office 6	\$5,798	12 months

The Association has adopted AASB 16 for Office 5 and Office 6. The impact on adoption has resulted in the recognition of a right of use asset and lease liability of \$30,089.

Subsequent Events

Subsequent to the end of the financial year there have been considerable economic impacts in Australia and globally arising from the Coronavirus (COVID-19) pandemic, and Government actions to reduce the spread of the virus.

At the date of signing the financial statements the Association is unable to determine what financial effects the outbreak of the virus could have on it in the coming financial period. As a result, no financial effects arising from the economic impacts of the virus have been included in the financial statements for the year ended 30 June 2020.

COMMUNITY LEGAL CENTRES ASSOC (WA) INC

Notes to and forming part of the Financial Statements (continued) For the year ended 30 June 2020

The Association acknowledges their responsibility to continuously monitor the situation and evaluate this impact including whether the Association remains a going concern and its ability to pay its liabilities.

Note 2 Prior Period adjustments

The CLCA has changed the manner in which it accounts for provisions. In prior periods, a provision was created for Grants carried forward, unrestricted funds and held as a current liability.

The CLCA has decided that the nature of this provision is better reflected by reclassifying it as a General Reserve under the equity section of the Balance Sheet.

The effect of this revised accounting policy was to record an operating surplus in 2020 of \$63,134 (2019: (11,736)) and to reduce liabilities by \$90,774 in 2020 (\$2019: \$27,641).

COMMUNITY LEGAL CENTRES ASSOCIATION (WA) INC.

Independent auditor's report

To the members of Community Legal Centres Association (WA) Inc.

Opinion

We have audited the accompanying financial report, being a special purpose financial report, of Community Legal Centres Association (WA) Inc. (the Association), which comprises the balance sheet as at 30 June 2020, the income statement, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the statement by members of the committee.

In our opinion, the financial report of Community Legal Centres Association (WA) Inc. has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012*, including:

- (a) giving a true and fair view of the registered entity's financial position as at 30 June 2020 and of its financial performance for the year ended 30 June 2020; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 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 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.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the registered entity's financial reporting responsibilities under the *Associations Incorporation Act 2015 (WA)* and the *Australian Charities and Not-for-Profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibility of the Executive Committee for the Financial Report

The Executive Committee is responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Associations Incorporation Act 2015 (WA)* and the *Australian Charities and Not-for-Profits Commission Act 2012*, and the needs of the members. The executive committee's responsibility also includes such internal control as the responsible entities determine is necessary to enable the preparation of a 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 Executive Committee is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Executive Committee either intends to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

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 the financial report.

As part of an audit in accordance with 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 Committee.

- Conclude on the appropriateness of the Executive Committee's 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 Executive Committee 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.

We communicate with the Executive Committee 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.



RG Ledger
Chartered Accountant
Registered Company Auditor

23 SEPTEMBER 2020

GREG LEDGER PTY LTD

CHARTERED ACCOUNTANT

ABN 63 066 718 134

PO Box 565
Wembley, WA 6913

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West Perth, WA 6005

Telephone+(08)93221114
Facsimile + (08) 93221134

Liability limited by a scheme approved under Professional Standards Legislation.

23 September 2020

Executive Committee
Community Legal Centres Association (WA) Inc.
33 Moore Street
East Perth WA 6004

AUDITOR INDEPENDENCE DECLARATION

This declaration is made in connection with the audit of the financial report of Community Legal Centres Association (WA) Inc. for the year ended 30 June 2020 and in accordance with the requirements of Subdivision 60-C section 60-40 of *Australian Charities and Not-for-profits Commission Act 2012*.

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2020 there have been:

- no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit;

Yours sincerely



RG Ledger
Chartered Accountant
Registered Company Auditor

GREG LEDGER PTY LTD

CHARTERED ACCOUNTANT

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23 September 2020

Name of Organisation: Community Legal Centres Association (WA) Inc

Financial Year Period: 1 July 2019 to 30 June 2020

I hereby certify that:

- (a) I am not a principal, member, shareholder, officer, employee or accountant of the Organisation or of a related body corporate as defined in section 9 of the Corporations Act 2001;
- (b) In my opinion, the attached financial statements which comprise a Statement of Financial Position, a Statement of Financial Performance, a Statement of Cash Flows, and Notes to the Financial Statements of the above-mentioned Organisation ('the Organisation') for the stated Financial Year Period are:
 - based on proper accounts and present fairly in accordance with Note 1 to the financial statements, and
 - in accordance with the terms and conditions of the agreement between Legal Aid WA and the Community Legal Centres Association (WA) Inc.
- (c) The Statement of Financial Performance is provided in respect of Funds for all Funding Categories.
- (d) Statement of Cash Flow is provided in respect of the Fund.

This is an unqualified audit report

I hereby further certify that, in my opinion, there is no conflict of interest between myself and the Organisation or its Executive Committee.

Yours sincerely



RG Ledger
Chartered Accountant
Registered Company Auditor
Registration no: 14163