

Monday 30 September 2024

T 08 8231 6326

13A Wigley Street
Largs Bay SA 5016PO Box 3275
Port Adelaide SA 5015

M 0400 499 014

F 08 8231 0285

E peter@phall.com.au

Our Ref:HD005

DISABILITY RIGHTS ADVOCACY SERVICE INC
GEORGE PONIATOWAKI
gpzok@yahoo.com.au

Dear George

AUDITED 2024 STATEMENTS

The operating loss for the year was \$367,501.62. The contributions by each project was;-

Adelaide Metro	(261,393.75)
DRAS Legal Service	(102,631.84)
NDAP	1,345.33
NDIS	(4,787.74)
ICB	<u>(33.62)</u>
	\$ <u>(367,501.62)</u>

The expenses incurred by Adelaide Metro for exceeded the Management Fees received from the Grants.

NDAP	4,000.00
ICB	<u>43,000.00</u>
	47,000.00

NDAP had grant income of \$709,109.62 yet only managed to pay a fee of \$4,000.

I have completed my audit for the year ended 30th June 2024. Access to some records have not been possible due to the current staffing issues. I have not sighted the lease agreements for the properties at 230 Henley Beach Road, 1/85 Tapleys Hill Road Hendon and 44 Gray Street Mount Gambier. My concerns are on the terms relating to cancellation of the lease, default and compensation penalties. The Board of Management minutes for the meetings on 7th December 2023, 14th March 2024 and 6th June 2024 make no reference to the financial implications of leases. Did the Board of Management sign them or was this left to the Company Executive Officer.

The monthly invoice from Ray White Adelaide City for the premises at 1/85 Tapley Hill Road shows the tenant as DRAS Legal Pty Ltd. A search of the records maintained by ASIC does not show a company by that name.

In June 2024 the Law Society of South Australia were paid \$3,465 for Professional Indemnity insurance for the twelve months to 30th June 2025. I have removed this amount from the 2024 figures and recorded it as a prepayment on the balance sheet.

Continue/.....

Monday 30th September 2024
Our Ref HD005
Page 2

The rental properties at 230 Henley Beach Road and 1/85 Tapley Hill Road both had security deposits payable. These amounts were included as part of the rental costs. The amounts totalling \$17,096.25 have been transferred from Rent Expenses to the Balance Sheet asset account Cash at Bank.

From June to August 2024 there have not been any receipts to support the amounts shown on David McGinlay credit card. To finalise the financial statements for the Board of Management Ling has used the expense description provided by David without being able to verify the accuracy.

The original signed financial statements will be mailed to you. The distribution of the statements are available for distribution to the members of Disability Rights Advocacy Service Incorporated.

Yours faithfully
Peter Hall – Chartered Accountant



Peter Hall

FINANCIAL STATEMENTS

OF

DISABILITY RIGHTS ADVOCACY SERVICE

INCORPORATED

For the Year Ended 30 June 2024

DISABILITY RIGHTS ADVOCACY SERVICE INCORPORATED

**FINANCIAL STATEMENT
YEAR ENDED 30 JUNE 2024**

INDEX

Page	1	Statement by Members of the Board of Management
	2	Board of Management Report
	3-4	Auditor's Report
	5	Statement of Financial Performance
	6	Statement of Financial Position
	7	Notes to and Forming Part of the Accounts

DISABILITY RIGHTS ADVOCACY SERVICE INCORPORATED

STATEMENT BY MEMBERS OF THE BOARD OF MANAGEMENT

In our opinion the financial report

- 1. Presents fairly the financial position of Disability Rights Advocacy Service Incorporated as at 30 June 2024 and its performance for the year ended on that date in accordance with applicable Accounting Standards.
- 2. At the date of this statement, the Board of Management are urgently restructuring the organisation and are confident that Disability Righthst Advocacy Service Incorporated will be able to pay its debts as and when they fall due.

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

SIGNED
Executive Member

.....
Executive Member

Dated this day of 2024

DISABILITY RIGHTS ADVOCACY SERVICE INCORPORATED

BOARD OF MANAGEMENT REPORT

In accordance with S35 (5) of the Associations Incorporation Act 1985 the Board of Management of the Disability Rights Advocacy Service Incorporated hereby states that during the financial year ended 30 June 2023.

- a)
 - (i) no officer of the association
 - (ii) no firm of which an officer is a member; and
 - (iii) no body corporate in which an officer has a substantial financial interest

has received or become entitled to receive a benefit (excluding a salary from employment) as a result of a contract between an officer, firm or body corporate and the association and

- b) no officer, member or non-members of the association have received directly or indirectly from the association any payment or other benefit of a pecuniary value.

The only officers to receive a benefit are employees and as such are remunerated in accordance with the relevant Award and / or Board Approval.

This report is made in accordance with a resolution of the Board and signed by two members of the committee

SIGNED
Executive Member

.....
Executive Member

Dated this day of 2024

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DISABILITY RIGHTS ADVOCACY SERVICE INCORPORATED

**DECLARATION OF INDEPENDENCE UNDER SECTION 60-40 OF THE ACNC ACT 2012
BY PETER HALL TO THE BOARD MEMBERS OF
DISABILITY RIGHTS ADVOCACY SERVICE INCORPORATED**

As lead auditor for the year ended 30 June 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (a) the auditor independence requirements of the ACNC Act 2012 in relation to the audit;
and
- (b) any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Disability Rights Advocacy Service Incorporated.

Peter Hall

Peter Hall – Chartered Accountant

Adelaide

Dated this day of 2024

INDEPENDENT AUDITOR'S REPORT**DISABILITY RIGHTS ADVOCACY SERVICE INCORPORATED**

I have audited the accompanying financial report of **DISABILITY RIGHTS ADVOCACY SERVICE INCORPORATED** which comprises the Statement of Financial Position as at 30 June 2024, and the Statement of Financial Performance for the year then ended, other explanation notes and the Statement by Members of the Board.

The Board of **Disability Rights Advocacy Service Incorporated** are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations). This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by **Disability Rights Advocacy Service Incorporated**, as well as evaluating the overall presentation of the financial report.

As is common for organisations of this type, it is not practicable for the Association to maintain a system of internal control over cash receipts until the entry into the accounting records. My audit over cash receipts has been limited to the amounts recorded in the accounting records of the Association.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Auditor's Opinion

In my opinion, the financial report presents fairly, in all material respects, the financial position of the **Disability Rights Advocacy Service Incorporated** as of 30 June 2024, and of its financial performance for the year then ended in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations).

Independence

In conducting my audit, I have complied with the independent requirements of Australian Professional Accounting Bodies.

Peter Hall Chartered Accountant**Dated****2024**

Page 4

DISABILITY RIGHTS ADVOCACY SERVICE INCORPORATED

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2024**

	2024	2023
	\$	\$
INCOME		
Grants Received	1,140,648.04	1,490,456.70
Interest Received	21,510.03	13,412.94
Other Income and Donations	5,832.32	4,283.73
TOTAL INCOME	<u>1,167,990.39</u>	<u>1,508,153.37</u>
LESS EXPENDITURE		
Accreditation Costs	6,939.16	-
Advertising	6,834.72	17,429.78
Audit Fees	5,100.00	5,490.00
Bank Fees & Charges	211.27	320.23
Cleaning	6,493.99	-
Computer Software & IT Support	31,964.65	25,430.19
Conference & Seminar Costs	4,419.95	7,856.17
Contractors, Consultants & Vol. Reimb	6,375.00	9,775.00
Depreciation	5,998.63	500.00
Home Office Reimbursement	-	1,806.31
Insurance	6,145.21	4,016.34
I/O Licences	-	470.26
Legal Fees	735.45	152.28
Light & Power	5,731.09	-
Meeting and Function Expenses	554.53	1,647.19
Motor Vehicle Expenses	16,532.20	28,882.01
Minor Capital Expenditure	4,307.09	6,851.30
Office Expenses	2,648.26	-
Postage & Couriers	1,939.65	1,247.85
Printing and Stationery	13,594.45	13,639.33
Project Costs	3,059.05	9,915.55
Rent & Occupancy Costs	72,536.79	68,188.57
Repairs & Maintenance	4,748.12	2,306.83
Salaries & Other Employment Costs	1,251,611.71	1,228,200.44
Security - Office Alarm	2,214.42	3,399.98
Staff Amenities	3,466.88	1,590.69
Staff Training & Recruitment	4,762.65	10,494.88
Subscriptions & Memberships	33,606.22	20,449.69
Sundry Expenses	990.80	677.50
Taxi and Park Expenses	2,705.03	3,697.75
Telephone	13,856.97	14,736.81
Translation Fees	137.27	1,251.77
Travel and Accommodation	15,270.80	7,100.84
TOTAL EXPENDITURE	<u>1,535,492.01</u>	<u>1,497,525.54</u>
NET SURPLUS (DEFICIT) FOR THE YEAR	(367,501.62)	10,627.83
Accumulated Surplus Prior Years	500,013.75	489,385.92
BALANCE AT 30 JUNE 2023	<u>\$ 132,512.13</u>	<u>\$ 500,013.75</u>

TO BE READ IN CONJUNCTION WITH THE ACCOMPANYING NOTES AND THE AUDIT REPORT

DISABILITY RIGHTS ADVOCACY SERVICE INCORPORATED

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024**

	Note	2024 \$	2023 \$
CURRENT ASSETS			
Cash at Bank	2	338,641.09	699,428.73
Prepaid Expenses		3,150.00	-
TOTAL CURRENT ASSETS		<u>341,791.09</u>	<u>699,428.73</u>
NON CURRENT ASSETS			
Motor Vehicle, Plant & Equipment at Cost		180,605.77	180,605.77
Accumulated Depreciation		<u>(139,115.31)</u>	<u>(133,116.68)</u>
TOTAL NON CURRENT ASSETS		<u>41,490.46</u>	<u>47,489.09</u>
TOTAL ASSETS		<u>383,281.55</u>	<u>746,917.82</u>
CURRENT LIABILITIES			
Accounts Payable		98,392.98	113,645.01
Provisions for Annual Leave		76,214.85	63,786.56
TOTAL CURRENT LIABILITIES		<u>174,607.83</u>	<u>177,431.57</u>
NON CURRENT LIABILITIES			
Provision for Staff Redundancies		49,030.85	49,030.85
Provision for Long Service Leave		27,130.74	20,441.65
		<u>76,161.59</u>	<u>69,472.50</u>
TOTAL LIABILITIES		<u>250,769.42</u>	<u>246,904.07</u>
NET ASSETS		<u>132,512.13</u>	<u>500,013.75</u>
Equity			
Accumulated Surplus		<u>132,512.13</u>	<u>500,013.75</u>
TOTAL EQUITY		<u>132,512.13</u>	<u>500,013.75</u>

TO BE READ IN CONJUNCTION WITH THE ACCOMPANYING NOTES AND THE AUDIT REPORT

DISABILITY RIGHTS ADVOCACY SERVICE INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1. STATEMENT OF ACCOUNTING POLICIES

The financial report is a special purpose financial report prepared in order to satisfy financial reporting requirements of the Associations Incorporation Act SA and the Constitution.

The financial report is prepared on an accrual basis and is based on historic costs and does not take into account changing money values, or except where specifically stated current valuations of non current assets. Costs is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the significant accounting policies adopted by the Association in the preparation of the financial report

- (a) **Plant & Equipment**
Plant and equipment is carried at cost, except where otherwise stated.
- (b) **Depreciation**
Depreciation is calculated on a prime cost or diminishing balance basis, so as to write off the net cost of each item of plant and equipment over its expected useful life.
- (c) **Income Tax**
The association is exempt from Income Tax under Income Tax Assessment Act.
- (d) **Employee Entitlements**
Provision is made for the Association's liability for employee entitlements arising from services rendered by employees to balance date. All entitlements have been measured at their nominal amount.
- (e) **Economic Dependence**
The Association is dependent on operating grants from the Federal Government and other sources. The financial statements have been prepared on a going concern basis on the expectation that such funding will continue. In the 2024 financial year there were three contracts, one was finalised in the 2024 year and was replaced with a contract for three years commencing July 2024. The other two contracts expire on 30th June 2025. No other applications for funding grants have yet been applied for.

NOTE 2	CASH AT BANK	30/6/2024	30/6/2023
	Bank SA Cheque A/C	221,259.73	35,523.25
	Term Deposits	-	141,855.58
	Rental Guarantee	28,029.27	10,511.41
	Australia Post – EFTPOS	2,618.07	1,945.58
	Grants & Deposits	<u>86,734.02</u>	<u>509,592.91</u>
		<u>\$ 338,641.09</u>	<u>\$ 699,428.73</u>

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Our Ref: HD005

DISABILITY RIGHTS ADVOCACY SERVICE INC
411 HENLEY BEACH ROAD
BROOKLYN PARK SA 5032

TAX INVOICE

Invoice No: 6951

Invoice Date: 30 Sep 2024

PROFESSIONAL SERVICES RENDERED

Description	Amount
Redrafting Financial Statements for the Year Ended 30th June 2024.	
Audit of the Financial Statements for the Year Ended 30th June 2024.	
Audit of the Government Grant Statements of Receipts & Payments for the Year Ended 30th June 2024 for the following projects;-	
NDIS	
NDAP	
ICB	
Total Fees:	\$5,370.00
Plus GST	\$537.00
Total Amount Due	\$5,907.00

7 day account unless other arrangements have been made

Peter Hall Chartered Accountant BSB 065 000 Account Number: 1177 0378