

**UNDERSTAND ALZHEIMER'S
SUPPORT AUSTRALIA**



**ALZHEIMER'S
AUSTRALIA NSW
FULL FINANCIAL
REPORT 2016-2017**

DIRECTORS' REPORT

The Directors present this report on the entity for the financial year ended 30 June 2017.

Directors

The names of each person who has been a director during the year and to the date of this report are:

Mr Graeme Samuel AC	Appointed 24 August 2017
Mr William Bass	Appointed 24 August 2017
Mr Tony Newman	Appointed 24 August 2017
Mr Greg Fraser	Appointed 24 August 2017
Mr Neil Samuel	Appointed 24 August 2017
Ms Amanda Quealy	Appointed 24 August 2017
Ms Jenna Dennison	Appointed 24 August 2017
Mr Paul John Robertson	
Ms Maree McCabe	Appointed 24 August 2017
Dr Richard Matthews AM	Resigned 24 August 2017
Mr Alistair Garrard Bell	Retired November 2016
Ms Lucille Barbara Bloch	Resigned 24 August 2017
Mr Ian Watts Horton	Resigned 24 August 2017
Ms Catharine Josephine Retter	Retired November 2016
Ms Dagmar Schmidmaier AM	Resigned 24 August 2017
Mr David Lane	Resigned 24 August 2017
Ms Eileen Frances Hoggett	Resigned 24 August 2017
Mr Malcolm David Schyvens	Resigned 24 August 2017
Dr Jennifer Alexander	Resigned 24 August 2017

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Company Secretary

The following person held the position of Company Secretary during the financial year:

The Hon. John Arthur Watkins AM – LLB, MA, DipEd, HonDLitt Macq

Principal Activities

The principal activity of the entity during the financial year was to provide services to Australians living with dementia through the provision of support, education, awareness and advocacy programs.

No significant changes in the nature of the entity's activity occurred during the financial year.

DIRECTORS' REPORT

Operating Result

The net surplus of the entity for the financial year amounted to \$5,180,278 (2016: \$733,544).

Review of Operations

The surplus for the financial year of \$5,180,278 is an increase of \$4,446,734 from the last financial year. The main contributing factor to this result was a bequest of \$4,000,000 received on 30 September 2016.

The overall increase in expenditure of \$1,023,442 reflected

1. increased activity in the delivery of programs, including promotion of the National Dementia Helpline; and
2. allowance for the costs associated with the restructure of Alzheimer's Australia NSW.

The increased program delivery was funded through increases in donations, appeals and corporate sponsorship of \$553,198.

Financial assets include units held in Cash Fund Term and Growth Fund, managed by Mercer.

State and Federal Government grants received reduced by 0.9% to \$9,010,800. The percentage of government grants to total operating revenue of 68.2% compares to 70.1% for 2015/2016.

Objectives

The company operated with the existing 2017 to 2019 strategic plan which set the following priorities.

1. Advocate to ensure service needs are met for people living with dementia and their carers.
2. Provide support and guidance to people living with dementia and their carers.
3. Create a dementia-friendly state.
4. Ensuring our organisation is sustainable.

Achieving the objectives and performance measures

The company met these priorities by,

1. Improving early diagnosis of dementia.
2. Connecting people living with dementia and carers to ongoing support earlier through our Helpline services.
3. Creating and promoting Dementia Friendly Communities.
4. Improving quality of life through research that determines effective ways to delay onset of symptoms and defines the best standard of care.
5. Through advocacy, education and research, influence decision making and practices to ensure quality care is accessible to all.
6. Taking a national approach to increase our influence and sustainability. This is being realised through the unification of state and territory based Alzheimer's organisations into a single entity.

DIRECTORS' REPORT

Each priority area also has a specific set of tactics and key performance indicators assigned in order to measure performance. A report on progress against our priorities is presented to the Board each quarter. The underlying strategies supporting our priorities are:

1. We will influence the environmental and political landscape to deliver improved outcomes for people living with dementia and their carers.
2. We will provide a range of evidence-based services, education and supports that meet the needs of people living with dementia, their families and carers.
3. We will build a dementia-friendly community supporting people living with dementia.
4. We will reach more people and have greater impact by investing in our people, systems, partnerships, diversified funding and improved efficiencies.

In addition to the reports on progress of these activities, the Board also receives monthly financial reports against agreed budgets and quarterly reports from departmental managers on activities. In addition the company is required to report regularly to funding bodies on progress against contractual work plans, and financial outcomes.

Subsequent Events

Alzheimer's Australia NSW, at a Special General Meeting held on 24 August 2017, voted favourably to become part of a new unified organisation with Dementia Australia Limited, which will enable the delivery of consistently high quality support services, strengthen advocacy and enhance the organisation's capacity to facilitate research and education into the prevention, delay and cure of dementia.

At the 24th August 2017 Special General Meeting the three resolutions passed were:-

1. to become part of a single national entity and the Board be authorised to take all necessary actions to facilitate the creation of a new single national entity;
2. to adopt an amended constitution; and
3. to vary the membership rights under the terms of the new constitution.

As a result of the three resolutions being passed, the Board members of Dementia Australia Limited became the governing board with immediate effect.

Alzheimer's Australia NSW has provided for restructuring costs at 30 June 2017 (see note 10), and do not believe the effects of this restructure materially affect the financial statements.

The directors expect Alzheimer's Australia NSW to continue as a going concern for at least 12 months from the date of this report.

ALZHEIMER'S AUSTRALIA NSW
ABN 27 109 607 472

DIRECTORS' REPORT

Information on Directors

Mr Graeme Samuel AC	Chair
Qualifications	LLB, Master of Laws
Experience	<p>Graeme Samuel AC is a Professorial Fellow in Monash University's Business School. He is also a Councillor of the Australian National University and Chair of its Finance Committee, Chair of Data Governance Australia, Chair of Dementia Australia Research Foundation Ltd, Chair of the South Eastern Melbourne Primary Health Network, Chair of Lorica Health Pty Ltd (a CMCRC company), Council member of the National Health and Medical Research Council and Chair of its Health Innovation Advisory Committee and the National Institute for Dementia Research.</p> <p>Professor Samuel is the President of Alzheimer's Australia NT Incorporated, Alzheimer's Australia SA Incorporated, and Dementia & Alzheimer's Association (Tasmania) Inc. Graeme is the Chair of Dementia Australia Ltd, Alzheimer's Australia ACT Ltd, Alzheimer's Australia NSW, Alzheimer's Australia (QLD) Ltd and Alzheimer's Australia Vic Inc.</p>
Mr William Bass	Secretary
Qualifications	BEcon., CA, FGIA, FInstIB, MAICD, JP(Qual)
Experience	<p>William brings considerable corporate executive experience predominantly in the fields of strategy and commercial and financial management. Current directorships include – China Magnesium Corporation Limited (ASX listed), Newground Capital Partners Pty Ltd (unlisted).</p> <p>William is the Treasurer, Secretary, Public Officer and Chair of Finance Audit & Risk Management Committee, for Dementia Australia Ltd.</p> <p>William is the Secretary and Treasurer of Alzheimer's Australia NT Incorporated, Dementia & Alzheimer's Association (Tasmania) Inc, Alzheimer's Australia ACT Ltd, Alzheimer's Australia NSW, Alzheimer's Australia (QLD) Ltd and Alzheimer's Australia Vic Inc. William is the Secretary of Alzheimer's Australia SA Incorporated.</p>
Mr Tony Newman	Director
Qualifications	Bachelor of Economics (University of Adelaide)
Experience	<p>Tony Newman is a highly experienced senior executive with expertise in Finance, Supply Chain, Sales and Marketing and Information Technology. Tony is a strategic thinker and leader and a highly effective operations manager. Tony is board member of the South Australian Jockey Club.</p> <p>Tony is the Vice-President for Alzheimer's Australia NT Incorporated, Dementia & Alzheimer's Association (Tasmania) Inc. Tony is the Vice-Chair of Dementia Australia Ltd, Alzheimer's Australia Vic Inc, and a board member of Alzheimer's Australia SA Incorporated, Alzheimer's Australia (QLD) Ltd, Alzheimer's Australia ACT Ltd, and Alzheimer's Australia NSW.</p>

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Mr Greg Fraser	Director
Qualifications	BA, MAICD
Experience	<p>Greg had 25 years public sector management experience, with more than 16 years at chief executive and senior executive levels, including serving as Chief Executive of the ACT Department of Health and Community. Since 1996, Greg has consulted to public, private and not-for-profit bodies.</p> <p>Greg is a current member of the Boards of Dementia Australia Ltd, Alzheimer's Australia NT Incorporated, Alzheimer's Australia SA Incorporated, and Dementia & Alzheimer's Association (Tasmania) Inc, Alzheimer's Australia ACT Ltd, Alzheimer's Australia NSW, Alzheimer's Australia (QLD) Ltd, and Alzheimer's Australia Vic Inc.</p>
Mr Neil Samuel	Director
Experience	<p>Neil Samuel is the former Managing Director of Dryen Australia Pty.Ltd., one of Australia's largest Domestic Linen importers and wholesalers servicing Australia's Blue-Chip retailers. Neil has served in leadership positions on numerous Boards within the not for profit sector for many years, specialising in governance and finance.</p> <p>Neil currently serves on the Board of Dementia Australia Ltd and is a member of the Finance, Audit, Risk Management committee and Chair of the Information Communication and Technology committee.</p> <p>Neil also is a member of the Boards of Alzheimer's Australia NT Incorporated, Alzheimer's Australia SA Incorporated, and Dementia & Alzheimer's Association (Tasmania) Inc, Alzheimer's Australia ACT Ltd, Alzheimer's Australia NSW, Alzheimer's Australia (QLD) Ltd, Alzheimer's Australia Vic Inc, Dementia Australia Research Foundation Ltd and Alzheimer's Australia Dementia Research Foundation Victoria.</p>
Ms Amanda Quealy	Director
Qualifications	Degrees in Economics (Hons) and Social Work, Chartered Institute of Public Sector Finance & Accountancy, Post Graduate Diploma Human Services Administration, Graduate Australian Institute of Company Directors, ACHS Hospital Surveyor, Masters in Business Administration
Experience	<p>Amanda has had an executive career in the health care industry for the past 26 years in the government, private and not-for-profit sectors.</p> <p>She is CEO of The Hobart Clinic a private not-for-profit mental health service. Amanda represents Tasmania on the Australian Private Hospital Association Council, Chair, Tasmanian Alcohol and Drug Tribunal, Member of the Health Services Establishment Advisory Committee, Deputy Chair, Tasmanian Women's Council and President, Australian College of Health Service Managers (Tas Branch).</p> <p>Amanda is a current member of the Boards of Dementia Australia Ltd, Alzheimer's Australia NT Incorporated, Alzheimer's Australia SA Incorporated, and Dementia & Alzheimer's Association (Tasmania) Inc, Alzheimer's Australia ACT Ltd, Alzheimer's Australia NSW, Alzheimer's Australia (QLD) Ltd, and Alzheimer's Australia Vic Inc.</p>

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DIRECTORS' REPORT

Ms Jenna Dennison

Director

Qualifications

B. Psychology (Hons) and Juris Doctor from UNSW

Experience

Jenna works with the NT Department of the Attorney-General and Justice, Correctional Services and the NT Police Fire and Emergency Services on a range of projects focusing on legislation and policy.

Jenna is a current member of the Boards of Dementia Australia Ltd, Alzheimer's Australia NT Incorporated, Alzheimer's Australia SA Incorporated, and Dementia & Alzheimer's Association (Tasmania) Inc, Alzheimer's Australia ACT Ltd, Alzheimer's Australia NSW, Alzheimer's Australia (QLD) Ltd, and Alzheimer's Australia Vic Inc.

Ms Maree McCabe

Director

Qualifications

PMHN, MBA, MAICD

Experience

Maree McCabe is the Chief Executive Officer for Dementia Australia Ltd, appointed in February 2017. Prior to that she was the CEO of Alzheimer's Australia Victoria for 7 years. Maree's career has seen her serve in senior executive positions across the mental health and aged care sectors.

Maree is a member of the board for the National Ageing Research Institute and a member of the Aged Care Sector Committee which provides advice to the Federal Government on aged care policy development and implementation. Maree is also a member of the Australian Commission on Safety and Quality in Healthcare and is on the Executive Committee of the Cognitive Decline Partnership Committee.

Maree is a current member of the Boards of Dementia Australia Ltd, Alzheimer's Australia NT Incorporated, Alzheimer's Australia SA Incorporated, and Dementia & Alzheimer's Association (Tasmania) Inc, Alzheimer's Australia ACT Ltd, Alzheimer's Australia NSW, Alzheimer's Australia (QLD) Ltd, and Alzheimer's Australia Vic Inc.

Mr Paul John Robertson AM

Director

Qualifications

B.Comm FCPA

Experience

Mr Robertson has extensive experience in banking at Macquarie Bank where he held various roles including Executive Director and Global Treasurer, and Director and CEO, Macquarie Risk Advisory Services.

Mr Robertson is currently Chair of St Vincent's Health Australia, Chair of Social Ventures Australia, Founding Director of the Financial Markets Foundation for Children, Director Telco Together Foundation, Director Sydney Theatre Company Foundation, Chair of Tonic Health Media and Director of Catholic Health Australia.

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DIRECTORS' REPORT

Mr Alistair Garrard Bell	Director / Special Advisor to the Board - retired November 2016
Qualifications	B.Ec (Sydney), MAICD
Experience	An experienced senior commercial and financial executive with broad-based experience in fiscal and operational management of international businesses operating in a variety of markets. Mr Bell is currently Group Chief Financial Officer of Graincorp Ltd, Australia's largest listed international grain and food ingredients business, a former non-executive Director of Allied Mills Limited (manufacturer and distributor of bakery premixes, flour and semi-finished food products), former Chair of Audit Committee for Allied Mills and a current director of GrainsConnect Canada, a Canadian 50/50 JV building an agri-business supply chain and Australian Grain Handlers
Special Responsibilities	Mr Bell is a member of the Investment Advisory Committee and the Chairman of the Audit and Risk Committee.
Dr Richard Matthews AM	Director – resigned 24 August 2017
Qualifications	MB, BS
Experience	Past Deputy Director-General of the Strategic Development Division at NSW Health and until June 2007, carried the dual role as Deputy Director-General and Chief Executive of Justice Health (previously known as Corrections Health Service). Dr Matthews has co-authored various publications on health issues and is a Director on various Boards within the health network including Neuroscience Research Institute (NEuRA), National Director Calvary Healthcare (LCM), GPNSW and on the Advisory Board Centre for Healthy Brain Ageing (CHeBA).
Dr Jennifer Alexander	Director – resigned 24 August 2017
Qualifications	MBBS
Experience	Dr Alexander has a background as a medical practitioner, is ProChancellor at UNSW, has held Non-Executive Director positions on a variety of Boards, including an ASX listed company, a Medical Research Institute, not for profit organisations, Government Business Enterprises, Government Statutory Authorities and Arts Boards. Jennifer also has experience of a family member with dementia.
Mr Ian Watts Horton	Director – resigned 24 August 2017
Qualifications	BComm (UNSW), FAICD, FCIS
Experience	From 1975 to 1998 occupied various senior positions within the investment management industry. Member of the Board of IFSA in 1998, Chair of IFSA's and also Member of AICD's Corporate Governance Committees from 1994 to 1997.
Special Responsibilities	Mr Horton was the Chair of the Investment Advisory Committee, member of the Audit and Risk Committee and the Succession Planning Committee.

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Ms Lucille Barbara Bloch

Director – resigned 24 August 2017

Experience

Previously in Israel an Executive Member on the Management Committee of a retirement home with a frail care unit. Past Treasurer of ESRA, which provides help to new immigrants. Lucille was the primary carer for her mother who had Alzheimer's disease, and after moving to Australia her husband, Keith, who had Fronto-Temporal Dementia, who she cared for at home. Lucille also facilitated a Carer's Support Group for AlzNSW.

Special Responsibilities

Ms Bloch was Chair and AlzNSW representative on the National Consumers Advisory Committee of Alzheimer's Australia, member of the Sydney-based Consumer Reference Standing Committee. Member of Health Consumers NSW Management Committee, member of the NSW Health End of Life Implementation Advisory Committee, member of the Emergency Care Institute Executive Committee, and Neuroscience Research Australia Foundation's Advisory Council.

Ms Eileen Frances Hoggett

Director – resigned 24 August 2017

Qualifications

B.Commerce

Experience

Ms Hoggett is a Chartered Accountant and a Partner with KPMG Sydney and has extensive experience in the property and funds management industry. Ms Hoggett is on the Board of KPMG Australia, has held various roles on Advisory Boards and has been a Director on the Board of a Not for Profit welfare agency.

Special Responsibilities

Ms Hoggett was also Chair of AlzNSW Audit and Risk Committee.

Mr David Lane

Director – resigned 24 August 2017

Qualification

Hon BEc (Uni of Pennsylvania, USA)

Experience

Extensive experience in asset management, wealth management and investment banking. Group Executive of Perpetual Investments, a wholly owned subsidiary of Perpetual Limited. Judge of the annual Money Management Women in Financial Services Awards since 2013. Featured in numerous publications including Australian Financial Review, Money Management, Professional Planner and have released several White Papers on various topics related to accountants' licensing and financial advice.

Special Responsibilities

Mr Lane was a member of the Alzheimer's Australia NSW Investment Advisory Committee

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DIRECTORS' REPORT

**Ms Catharine
Josephine Retter**

Director – retired November 2016

Qualifications

BA, MA, Grad Dip Editing and Publishing, FAMI, CPM (past)

Experience

Ms Retter has been a member of the NSW Government Carers Advisory Council and the Consumer Dementia Research Network, past chairperson of Austcare Refugee Week. Held the position of CEO of Driza-Bone Pty Ltd as well as being the founder and CEO of the publishing house, Citrus Press. She was also the co-founder and joint CEO of digital publishing company, Apptitude Pty Ltd. She is the author of nine published non-fiction books. Has been a director on various public, private and not-for-profit boards and was the past chair of the Australian Book Group Pty Ltd.

Ms Retter was the primary carer for her husband who had Alzheimer's and vascular dementia.

Special Responsibilities

Ms Retter was a member of the Succession Planning Committee.

**Ms Dagmar
Schmidmaier AM
FALIA**

Director – resigned 24 August 2017

Qualifications

BA (Syd); Dip Lib (UNSW); M Lib (UNSW) Hon DLitt (UNSW)

Experience

Held senior executive positions for the past 30 years in the university, government and private sector. She is Chair of the Centre for Healthy Brain Ageing UNSW Medicine, Chair Course Advisory Committee Information Studies University of Canberra 2013 - 2016, Chair of the Aurora Foundation Ltd 2005-2015, Chair of the War Widows' Guild of Australia NSW Ltd 2009-2015. Held post of CEO and State Librarian of the State Library of NSW from 1995-2006.

Ms Schmidmaier was awarded an Order of Australia in 2004 and a Centenary Medal in 2003. The University of NSW awarded her a Doctor of Letters in 1999 and the University's Alumni Award for Arts/Law in 2006. She is a Fellow of ALIA, the Australian Library and Information Association and was President in 2006.

Special Responsibilities

Ms Schmidmaier was a Member of the Alzheimer's Australia NSW Advisory Board.

**Mr Malcolm David
Schyvens**

Director – resigned 24 August 2017

Qualifications

B.Com, LLB (Tas)

Experience

Mr Schyvens is a legal practitioner who currently holds the role of Deputy President of the Guardianship Division of the NSW Civil and Administrative Tribunal.

Mr Schyvens is Chair of the Australian Guardianship and Administration Council, Convenor of the Council of Australian Tribunals, NSW Chapter, and is also a member of the NSW Law Society's Elder Law and Succession Committee.

ALZHEIMER'S AUSTRALIA NSW
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DIRECTORS' REPORT

Meetings of Directors

	Directors' Meetings	
	No. eligible to attend	Number attended
Mr Paul Robertson AM	7	7
Dr Richard Matthews AM (resigned 24 Aug 2017)	7	5
Mr Alistair Garrard Bell (retired Nov 2016)	2	2
Ms Lucille Barbara Bloch (resigned 24 Aug 2017)	7	6
Mr Ian Horton (resigned 24 Aug 2017)	7	7
Ms Catherine Josephine Retter (retired Nov 2016)	2	1
Ms Dagmar Schmidmaier AM (resigned 24 Aug 2017)	7	5
Mr David Lane (resigned 24 Aug 2017)	7	5
Ms Eileen Hoggett (resigned 24 Aug 2017)	7	5
Mr Malcolm Schyvens (resigned 24 Aug 2017)	7	5
Dr Jennifer Alexander (resigned 24 Aug 2017)	7	7

Meetings of Board Sub-committees

Investment Advisory Committee

	No. eligible to attend	Number attended
Mr Ian Horton (resigned 24 Aug 2017)	3	3
Mr Alistair Garrard Bell (retired Nov 2016)	3	2
Mr Phillip Cormack (resigned 24 Aug 2017)	3	1
Mr John Gerard Morrison (resigned 24 Aug 2017)	3	2
Mr David Lane (resigned 24 Aug 2017)	1	2

Audit and Risk Committee

	No. eligible to attend	Number attended
Mr Alistair Garrard Bell (retired Nov 2016)	3	2
Mr Paul Robertson AM	1	1
Mr Ian Horton (resigned 24 Aug 2017)	3	3
Mr John Gerard Morrison (resigned 24 Aug 2017)	3	2
Ms Eileen Hoggett (resigned 24 Aug 2017)	3	2

DIRECTORS' REPORT

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 12.

Contributions on Winding up

In the event of the company being wound up, ordinary members are required to contribute a maximum of \$10.00 each. Honorary members are not required to contribute. The total amount that members of the company are liable to contribute if the company is wound up is \$23,460 based on 2,346 members.

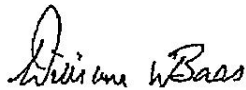
Signed in accordance with a resolution of the Board of Directors, pursuant to section 298 (2) of the *Corporations Act 2001*.

Director



.....
Prof Graeme Samuel AC

Director



.....
Mr William Bass

Dated 17 November 2017

DECLARATION OF INDEPENDENCE BY JOHN BRESOLIN TO DIRECTORS OF ALZHEIMER'S AUSTRALIA NSW

As lead auditor of Alzheimer's Australia NSW for the year ended 30 June 2017, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.



John Bresolin

Partner

BDO East Coast Partnership

Sydney, 17 November 2017

ALZHEIMER'S AUSTRALIA NSW
ABN 27 109 607 472

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
Revenue	2	19,690,193	14,220,017
Employee benefits expense		(10,207,045)	(9,753,218)
Depreciation and amortisation	3	(317,007)	(368,993)
Partnership payments		-	(788)
Property expenses		(571,394)	(590,807)
Administrative expenses		(624,637)	(583,093)
Special event expenses		(217,921)	(26,777)
Information technology expenses		(149,239)	(141,064)
Direct program expenses		(1,006,184)	(989,696)
Advertising		(520,762)	(302,859)
Travel and accommodation		(363,326)	(307,963)
Other expenses		<u>(532,400)</u>	<u>(421,215)</u>
Surplus before income tax expense		5,180,278	733,544
Income tax expense	1(k)	<u>-</u>	<u>-</u>
Net Surplus after income tax		5,180,278	733,544
<i>Items that may subsequently be reclassified to profit or loss</i>			
Other comprehensive income for the year			
Revaluation increments		166,875	(210,643)
Total comprehensive income attributable to members of the entity		<u><u>5,347,153</u></u>	<u><u>522,901</u></u>

The accompanying notes form part of these financial statements

ALZHEIMER'S AUSTRALIA NSW
ABN 27 109 607 472

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017

	Note	2017 \$	2016 \$
CURRENT ASSETS			
Cash and cash equivalents	4	1,634,143	1,920,940
Trade and other receivables	5	689,806	322,815
Financial assets	6	16,654,143	10,854,965
Other current assets		<u>23,221</u>	<u>24,887</u>
TOTAL CURRENT ASSETS		<u>19,001,313</u>	<u>13,123,607</u>
NON-CURRENT ASSETS			
Property, plant and equipment	7	<u>2,940,338</u>	<u>3,062,458</u>
TOTAL NON-CURRENT ASSETS		<u>2,940,338</u>	<u>3,062,458</u>
TOTAL ASSETS		<u><u>21,941,651</u></u>	<u><u>16,186,065</u></u>
CURRENT LIABILITIES			
Deferred income	8	396,946	992,754
Trade and other payables	9	1,027,990	715,414
Short-term provisions	10	<u>1,702,196</u>	<u>1,023,770</u>
TOTAL CURRENT LIABILITIES		<u><u>3,127,132</u></u>	<u><u>2,731,938</u></u>
NON-CURRENT LIABILITIES			
Long-term provisions	10	<u>103,056</u>	<u>89,817</u>
TOTAL NON-CURRENT LIABILITIES		<u>103,056</u>	<u>89,817</u>
TOTAL LIABILITIES		<u><u>3,230,188</u></u>	<u><u>2,821,755</u></u>
NET ASSETS		<u><u>18,711,463</u></u>	<u><u>13,364,310</u></u>
MEMBERS' FUNDS			
Investment revaluation reserve		314,392	147,517
Accumulated surplus		<u>18,397,071</u>	<u>13,216,793</u>
TOTAL MEMBERS' FUNDS		<u><u>18,711,463</u></u>	<u><u>13,364,310</u></u>

The accompanying notes form part of these financial statements

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STATEMENT OF CHANGES IN MEMBERS' FUNDS
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
Investment Revaluation Reserve		
Balance at the beginning of the financial year	147,517	358,160
Revaluation Increments	<u>166,875</u>	<u>(210,643)</u>
Balance at the end of the financial year	<u><u>314,392</u></u>	<u><u>147,517</u></u>
Accumulated Surplus		
Retained surplus at the beginning of the financial year	13,216,793	12,483,249
Net surplus for the year attributable to members	<u>5,180,278</u>	<u>733,544</u>
Retained Surplus at the end of the financial year	<u><u>18,397,071</u></u>	<u><u>13,216,793</u></u>
Total Members' Funds		
Balance at the beginning of the financial year	13,364,310	12,841,409
Total comprehensive income for the year attributable to members	<u>5,347,153</u>	<u>522,901</u>
Balance at the end of the financial year	<u><u>18,711,463</u></u>	<u><u>13,364,310</u></u>

The accompanying notes form part of these financial statements

ALZHEIMER'S AUSTRALIA NSW
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Government and other grants received (gross of GST)		9,907,345	8,587,402
Other receipts (gross of GST)		3,370,037	3,477,630
Interest received		23,085	35,420
Payments to suppliers and employees (gross of GST)		<u>(14,216,004)</u>	<u>(14,282,416)</u>
Net cash (used in)/ generated from operating activities		<u>(915,537)</u>	<u>(2,181,964)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for property, plant and equipment		(325,880)	(277,001)
Proceeds from sale of property, plant and equipment		140,818	129,822
Proceeds from sale of investments		65,492	2,000,000
Other investment income		1,072,864	406,710
Payments for investments		<u>(5,697,795)</u>	<u>(2,392,112)</u>
Net cash used in investing activities		<u>(4,744,501)</u>	<u>(132,581)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Bequests received		<u>5,373,242</u>	<u>800,005</u>
Net cash generated by financing activities		<u>5,373,242</u>	<u>800,005</u>
Net (decrease)/increase in cash held		(286,796)	(1,514,540)
Cash at the beginning of the financial year		<u>1,920,939</u>	<u>3,435,479</u>
Cash at the end of the financial year	4	<u><u>1,634,143</u></u>	<u><u>1,920,939</u></u>

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, including Interpretations as issued by the Australian Accounting Standards Board ("AASB"), the requirements of the Australian Charities and Not-for-profit Commission Act 2012 and the *Charitable Fundraising Act 1991*.

The financial statements are for Alzheimer's Australia NSW (the Company) as an individual entity, incorporated and domiciled in Australia. Alzheimer's Australia NSW is a not for profit unlisted public company limited by guarantee.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial report was authorised for issue in accordance with a resolution of the Board of Directors on 17 November 2017.

Basis of Preparation

The financial statements have been prepared on an accruals 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.

These financial statements do not comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IASB").

In preparing the financial report the company has applied the exemptions available to not-for-profit entities.

The financial report is presented in Australian Dollars, which is the company's functional and presentation currency

Accounting Policies

(a) Revenue

Grant revenue is recognised in the statement of profit or loss and other 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 unless they are designated for a specific purpose, where they are carried forward as prepaid income on the statement of financial position.

Interest revenue and distribution income from investments is recognised on a proportional basis, taking into account the interest rates applicable to the financial assets.

Dividends and distributions are brought to account at the time entitlement is established.

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

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

(b) Property, Plant and Equipment

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(b) Property, Plant and Equipment (Continued)

Property

The building on leasehold land is carried at cost less accumulated depreciation.

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

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of depreciated replacement cost (refer note 1(e)).

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

Depreciation

The depreciable amount of all fixed assets including building and capitalised lease assets, but excluding freehold land, are depreciated on a straight-line basis, with the exception of motor vehicles, over their estimated useful lives to the economic 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 and methods used for each class of depreciable asset are:

Class of Fixed Asset	Depreciation/ Amortisation Rate	Depreciation Basis
Buildings	1.83 - 2.00%	Straight line
Refurbishments on leasehold land	7 - 20%	Straight line
Leasehold land	2%	Straight line
Leasehold improvements	4.08% - 42.56%	Straight line
Furniture and equipment	13 -33%	Straight line
Motor vehicles	22.5%	Diminishing value

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

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of profit or loss and other comprehensive income.

(c) Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) Financial Instruments

Recognition and initial measurement

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are initially measured at fair value plus transaction costs where the instrument is not classified as at fair value through profit or loss. Transaction costs related to instruments classified as at fair value through profit or loss are expensed to the statement of profit or loss and other comprehensive income immediately. Financial instruments are classified and measured as set out below.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires 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 where the related obligations are either discharged, cancelled or expired. The difference between the carrying value of the financial liability extinguished or transferred to another party and the consideration paid, including the transfer of non cash assets or liabilities assumed, is recognised in the statement of profit or loss and other comprehensive income.

Classification and subsequent measurement

(i) Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost using the effective interest rate method.

Receivables are generally settled from customers within 30 days and are carried at amounts due.
Other debtors to be settled within 30 days are carried at amounts due.

(ii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the entity's intention to hold these investments to maturity. Any held-to-maturity investments held by the entity are carried at fair value.

(iii) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either designated as such or that are not classified in any other category. After initial recognition fair value movements are recognised directly in the investment revaluation reserve. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

(iv) Financial liabilities

Trade accounts payable are normally settled within 30 days.

Fair value

Investments in both listed companies and managed funds are carried at their fair value, which has been determined based on current bid prices for quoted investments. Unrealised increments or non-impaired decrements are held in the investment revaluation reserve.

Fixed interest securities are carried at cost.

Impairment

At each reporting date, the entity assesses whether there is objective evidence that a financial asset or group of financial assets has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value below cost of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of profit or loss and other comprehensive income.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(e) Impairment of assets

Under AASB 136 Impairment of Assets, the entity applies the depreciated replacement cost method to determine impairment. Depreciated replacement cost is calculated as the current replacement cost of the asset, less accumulated depreciation calculated on the basis of such a cost to reflect the already consumed or expired future economic benefits of the asset.

(f) Employee Benefits

Provision is made for the entity's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits expected to be settled within one year together with benefits arising from wages, salaries and annual leave which may be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on costs. Other employee benefits payable later than one year have been measured at the net present value.

Contributions are made by the entity to the employee's elected superannuation fund and are charged as expenses when incurred.

(g) Cash and Cash Equivalents

Cash flows are presented in the Statement of Cash Flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(h) Goods and Services Tax

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). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

Cash flows are presented in the Statement of Cash Flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(i) Unexpended Grants and Monies in Advance

The entity receives grant monies, either from government or private funding, to fund projects either for contracted periods of time or for specific projects, irrespective of the period of time required to complete those projects. It is the policy of the entity to treat grant monies as unexpended grants in the statement of financial position where the entity is contractually obliged to provide the services in a subsequent financial period to when the grant is received or in the case of specific project grants where the project has not been completed.

(j) Contributions

Alzheimer's Australia NSW receives non-reciprocal contributions from the government and other parties for no or nominal value. These contributions are recognised at cost on the date of acquisition and acknowledged as Gifts in Kind or Free Use of Venue in the Financial Report.

(k) Income Tax

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

(l) 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 the reporting period. The creation of a new unified organisation with Dementia Australia Limited established obligations on Alzheimer's Australia NSW which have been reflected in the Restructuring Provision. The provision has been based on known and best estimate costs associated with the restructure of Alzheimer's Australia NSW as at balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) New, revised or amending Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

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

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

(n) Comparative Figures

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

(o) Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial report 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 entity.

Impairment

The entity assesses impairment at each reporting date by evaluating conditions specific to the entity that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Fair value less costs to sell or current replacement cost calculations performed in assessing recoverable amounts incorporate a number of key estimates.

Non-current Deferred Revenue

Classification of deferred revenue as non-current is determined by management on a project by project basis, taking into account spend to date and estimated time to completion.

Useful lives of assets

The entity determines the estimated useful lives and related depreciation charges for its property, plant and equipment. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Restructuring Provision

The creation of a new unified organisation with Dementia Australia Limited established obligations on Alzheimer's Australia NSW which have been reflected in the Unification Provision. The provision has been based on known and best estimate costs associated with the restructure of Alzheimer's Australia NSW as at balance sheet date.

(p) Economic Dependence

Alzheimer's Australia NSW provides services which are put to tender by the Australian Department of Social Services (formerly Australian Department of Health and Ageing) and the New South Wales Department of Family & Community Services Ageing, Disability & Home Care for the majority of its revenue used to operate the business, and to that extent it is dependent for its revenue on the Australian and NSW State Government. At the date of this report the Board of Directors has no reason to believe either Department will not continue to support Alzheimer's Australia NSW.

Other revenue is derived from investment income, course fee income, donations, bequests and membership fees.

ALZHEIMER'S AUSTRALIA NSW
ABN 27 109 607 472

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
NOTE 2: REVENUE		
<i>Operating activities</i>		
State/Federal government grants	9,010,800	9,094,134
Non-government grants	537,521	393,426
Donations, events, appeals and corporate sponsorship	2,713,752	2,367,942
In Memoriam	207,388	135,322
Membership fees	48,135	76,397
Sales of goods	8,949	8,117
Consultation and course fee income	591,684	843,366
Rental income	19,225	17,787
Other revenue	73,723	32,916
	<u>13,211,177</u>	<u>12,969,407</u>
<i>Non-operating activities</i>		
Bequests	5,373,242	800,005
Interest received	23,085	35,420
Other investment income	1,072,864	406,710
Gain on disposal of non-current assets	9,825	8,475
	<u>6,479,016</u>	<u>1,250,610</u>
Total Revenue	<u><u>19,690,193</u></u>	<u><u>14,220,017</u></u>
NOTE 3 : Expenses		
The surplus before income tax includes the following specific expenses:		
Depreciation and Amortisation	317,007	368,993
Movement on provision for employee entitlements	72,876	113,750
Employee superannuation expense	832,500	859,007
Rental expense	403,296	416,328
NOTE 4: CASH AND CASH EQUIVALENTS		
<i>CURRENT</i>		
Cash on hand	3,450	3,450
Cash at bank	83,130	187,412
At call accounts	1,547,563	1,730,078
	<u>1,634,143</u>	<u>1,920,940</u>

ALZHEIMER'S AUSTRALIA NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
NOTE 5: TRADE AND OTHER RECEIVABLES		
<i>CURRENT</i>		
Trade receivables	631,626	294,936
Other receivables	58,180	27,879
	<u>689,806</u>	<u>322,815</u>
NOTE 6: FINANCIAL ASSETS		
<i>CURRENT</i>		
Managed Funds - at fair value		
Cash Fund Term Deposit	2,939,679	2,186,574
Growth Fund	13,714,464	8,602,899
Monthly income fund - at fair value	-	1,148
Fixed term securities - at cost	-	64,344
	<u>16,654,143</u>	<u>10,854,965</u>
<p>The fair values of investments in managed funds has been based on the closing unit values at the end of the reporting period.</p> <p>Investments in managed funds are classified as available for sale.</p>		
NOTE 7: PROPERTY, PLANT AND EQUIPMENT		
<i>Land</i>		
Freehold land - at deemed cost	440,000	440,000
Leasehold land - at cost	296,167	296,167
Less: accumulated amortisation	<u>(133,332)</u>	<u>(127,409)</u>
	162,835	168,758
Total Land	<u>602,835</u>	<u>608,758</u>
<i>Buildings</i>		
On Freehold land - at deemed cost	784,807	784,807
Less: accumulated depreciation	<u>(260,073)</u>	<u>(233,281)</u>
	524,734	551,526
On Leasehold land - at cost	2,230,578	2,230,578
Less: accumulated depreciation	<u>(1,345,265)</u>	<u>(1,280,943)</u>
	885,313	949,635
Total Buildings	<u>1,410,047</u>	<u>1,501,161</u>

ALZHEIMER'S AUSTRALIA NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
NOTE 7: PROPERTY, PLANT AND EQUIPMENT (continued)		
<i>Leasehold Improvements</i>		
Leasehold improvements - at cost	903,285	888,558
Less: accumulated amortisation	<u>(526,737)</u>	<u>(506,929)</u>
Total Leasehold Improvements	<u>376,548</u>	<u>381,629</u>
<i>Furniture and equipment</i>		
Furniture and equipment - at cost	1,247,154	1,224,382
Less: accumulated depreciation	<u>(1,048,740)</u>	<u>(906,643)</u>
	<u>198,414</u>	<u>317,739</u>
<i>Motor vehicles</i>		
Motor vehicles - at cost	590,964	571,418
Less: accumulated depreciation	<u>(350,941)</u>	<u>(318,247)</u>
	<u>240,023</u>	<u>253,171</u>
<i>Work in Progress</i>		
Work in Progress - at cost	<u>112,471</u>	-
Total property, plant and equipment	<u>2,940,338</u>	<u>3,062,458</u>
Reconciliation of movements in carrying amounts of property, plant and equipment		
Land		
<i>Freehold land</i>		
Carrying amount at beginning of the year	440,000	440,000
Carrying amount at end of the year	<u>440,000</u>	<u>440,000</u>
<i>Leasehold land</i>		
Carrying amount at beginning of the year	168,758	174,682
Amortisation expense	<u>(5,923)</u>	<u>(5,924)</u>
Carrying amount at end of the year	<u>162,835</u>	<u>168,758</u>
Total Land	<u>602,835</u>	<u>608,758</u>
Buildings		
<i>Buildings on freehold land</i>		
Carrying amount at beginning of the year	551,526	581,851
Disposals	-	(1,097)
Depreciation expense	<u>(26,792)</u>	<u>(29,228)</u>
Carrying amount at end of the year	<u>524,734</u>	<u>551,526</u>
<i>Buildings on leasehold land</i>		
Carrying amount at beginning of the year	949,635	1,011,426
Additions at cost	-	20,755
Depreciation expense	<u>(64,322)</u>	<u>(82,546)</u>
Carrying amount at end of the year - at fair value	<u>885,313</u>	<u>949,635</u>
Total Buildings	<u>1,410,047</u>	<u>1,501,161</u>

ALZHEIMER'S AUSTRALIA NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
NOTE 7: PROPERTY, PLANT AND EQUIPMENT (continued)		
<i>Reconciliation of movements in carrying amounts of property, plant and equipment</i>		
<i>Leasehold Improvements</i>		
Carrying amount at beginning of the year	381,629	385,792
Additions at cost	14,728	15,660
Amortisation expense	(19,809)	(19,823)
Carrying amount at end of the year	<u>376,548</u>	<u>381,629</u>
<i>Furniture and equipment</i>		
Carrying amount at beginning of the year	317,739	347,866
Additions at cost	22,772	84,222
Reclassifications	-	54,100
Disposals	-	(1,360)
Depreciation expense	(142,097)	(167,089)
Carrying amount at end of the year	<u>198,414</u>	<u>317,739</u>
<i>Motor vehicles</i>		
Carrying amount at beginning of the year	253,171	280,080
Additions at cost	175,909	156,364
Disposals	(130,993)	(118,889)
Depreciation expense	(58,064)	(64,384)
Carrying amount at end of the year	<u>240,023</u>	<u>253,171</u>
<i>Work in Progress</i>		
Carrying amount at beginning of the year	-	54,100
Additions at cost	112,471	-
Reclassifications	-	(54,100)
Carrying amount at end of the year	<u>112,471</u>	<u>-</u>
<i>Total Property, Plant and Equipment</i>		
Carrying amount at beginning of the year	3,062,458	3,275,797
Additions at cost	325,880	277,001
Disposals	(130,993)	(121,346)
Depreciation and amortisation expense	(317,007)	(368,994)
Carrying amount at end of the year	<u>2,940,338</u>	<u>3,062,458</u>
NOTE 8: DEFERRED INCOME		
<i>CURRENT</i>		
Deferred income - Grants and monies in advance	<u>396,946</u>	<u>992,754</u>
NOTE 9: TRADE AND OTHER PAYABLES		
<i>CURRENT</i>		
Trade payables	566,831	134,818
Sundry payables and accruals	461,159	580,596
	<u>1,027,990</u>	<u>715,414</u>

ALZHEIMER'S AUSTRALIA NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016	
	\$	\$	
NOTE 10: PROVISIONS			
<i>CURRENT</i>			
Employee provisions	1,083,406	1,023,770	
Restructuring provision	618,791	-	
	<u>1,702,197</u>	<u>1,023,770</u>	
<i>NON CURRENT</i>			
Employee provisions	103,056	89,817	
<i>Reconciliation of movements in carrying amounts of provisions</i>			
	Current	Non-Current	Total
	\$	\$	\$
Opening balance at beginning of the year	1,023,770	89,817	1,113,587
Additional provisions raised during the year	1,252,171	13,239	1,265,410
Amounts used	(573,745)	-	(573,745)
Closing balance at end of the year	<u>1,702,196</u>	<u>103,056</u>	<u>1,805,251</u>
		No.	No.
Number of employees at year end		<u>139</u>	<u>139</u>

Provision for Long-Term Employee Benefits

A provision has been recognised for employee entitlements relating to long service leave. Long service leave calculations are based on historical data. Due to a change in the Workplace Agreement all employees are entitled to be paid their entitlement to long service leave pro-rata after the completion of five years service, following which the provision for long service leave is now deemed to be a current liability for those employees. The measurement and recognition criteria relating to employee benefits have been included in note 1 to this report.

Provision for Restructuring

The creation of a new unified organisation with Dementia Australia Limited established obligations on Alzheimer's Australia NSW which have been reflected in the Restructuring Provision. The provision has been based on known and best estimate costs associated with the restructure of Alzheimer's Australia NSW as at balance sheet date, and is expected to be utilised over the first nine months of 2017-18.

	2017	2016
	\$	\$
NOTE 11: REMUNERATION OF AUDITORS		
Amounts received or due and receivable by the auditors for:		
- auditing the financial report	28,750	28,750
- other services	17,000	6,750
Total Auditors' Remuneration	<u>45,750</u>	<u>35,500</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

**NOTE 12: ADDITIONAL INFORMATION FURNISHED UNDER THE CHARITABLE
FUNDRAISING ACT 1991 OF NSW**

Reportable fundraising refers to "fundraising appeal" as referred to and defined in sections 3, 4 and 5 of the Charitable Fundraising Act 1991.

Non-reportable fundraising refers to all other fundraising income which is not included under these sections of the Charitable Fundraising Act 1991.

(a) Details of aggregate gross income and total expenses in fundraising appeals

	2017	2016
	\$	\$
Gross proceeds:		
Donations	840,718	763,789
Special events	475,307	397,644
Gross proceeds from fundraising appeals	1,316,026	1,161,433
Total expenditure:		
Donations	391,635	191,289
Special events	164,658	217,626
Total costs of fundraising appeals	556,293	408,915
Net surplus from fundraising appeals	759,733	752,518

(b) Application of funds for charitable purposes

During the year the entity achieved a net surplus of \$759,733 (2016: \$752,518) from fundraising activities defined under the Charitable Fundraising Act. This surplus contributed towards funding the following program operating deficits:

- Community education, awareness and social research	422,545	424,564
- Policy and advocacy	246,008	282,263
- Helpline and counselling	377,772	64,984
- Media, Library and information services	213,106	289,810

(c) Fundraising appeals conducted during the financial year

During both the 2016/2017 and the 2015/2016 financial years direct mail appeals were held in August (Spring), November (Christmas), March (Easter) and May (Tax appeal). In addition acquisition appeals were conducted in May.

(d) Gross comparisons including fundraising not covered by the Charitable Fundraising Act

	Cost	Income	2017	2016
	\$	\$	%	%
Total cost of reportable fundraising/Gross proceeds from reportable fundraising	556,293	1,316,026	42%	35%
<i>Non-reportable:</i>				
Bequests	216,024	5,373,242	4%	19%
Other Donations	552,646	1,168,340	47%	81%
Other Fundraising	227,003	569,141	40%	42%
Total cost of all fundraising/Gross proceeds from all fundraising	1,551,967	8,426,749	18%	44%

ALZHEIMER'S AUSTRALIA NSW
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

**NOTE 12: ADDITIONAL INFORMATION FURNISHED UNDER THE CHARITABLE
FUNDRAISING ACT 1991 OF NSW (Continued)**

(e) Gross comparisons of monetary figures and percentages

	Cost	Expenditure/ Income	2017	2016
	\$	\$	%	%
Total cost of reportable fundraising/ Gross proceeds from reportable fundraising	556,293	1,316,026	42%	35%
Net surplus from reportable fundraising/ Gross proceeds from reportable fundraising	759,733	1,316,026	58%	65%

NB: Reportable fundraising excludes donations from members, unsolicited donations and bequests.

(f) Service delivery cost ratios

Expenditure ratio

= Total cost of services/Total operating
Expenditure

11,210,554	14,509,915	77%	81%
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Income ratio

= Total cost of services/Total operating
Income

11,210,554	13,211,177	85%	82%
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NB: Cost of services includes all costs related to providing services to people living with dementia.

NOTE 13: RELATED PARTIES

Board of Directors

The names of each person holding the position of members of the Board of Directors of the entity during the year are as follows:

Mr Paul John Robertson	Ms Dagmar Schmidmaier AM
Dr Richard Matthews	Mr David Lane
Mr Alistair Bell (retired in Nov 2016)	Ms Eileen Frances Hoggett
Ms Lucille Bloch	Mr Malcolm David Schyvens
Mr Ian Watts Horton	Dr Jennifer Alexander
Ms Catharine Retter (retired in Nov 2016)	

The members of the Board of Directors did not receive any remuneration, superannuation or retirement payments from the entity. No member of the Board of Directors has entered into a material contract with the entity since the beginning of the financial year and there were no material contracts involving their interests at year end.

During the year ended 30 June 2017, the company received donations totalling \$26,063 (2016: \$159,320) on behalf of Dementia Australia Research Foundation Ltd (formerly Alzheimer's Australia Dementia Research Foundation Limited) of which Alzheimer's Australia NSW has no direct or indirect interest.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 14: KEY MANAGEMENT PERSONNEL COMPENSATION

Key Management Personnel

(a) Directors

No Director received remuneration of any form for the financial years ended 30 June 2017 and 30 June 2016. For a list of Directors refer to note 13 - Board of Directors

(b) Other Key Management Personnel

John Watkins (Chief Executive Officer)

Chris Champ (General Manager, Corporate Services)

Anneliese Coghlan (General Manager, Human Resources and Volunteering)

Simon Crowson (General Manager, Fundraising)

Susan McCarthy (General Manager, Services)

Andrew Mills (General Manager, Marketing & Communications)

Sarah Price (General Manager, Media)

	2017	2016
	\$	\$
Aggregate KMP compensation	<u>1,321,800</u>	<u>1,261,335</u>

NOTE 15: EVENTS SUBSEQUENT TO REPORTING DATE

Alzheimer's Australia NSW, at a Special General Meeting held on 24 August 2017, voted favourably to become part of Alzheimer's Australia Limited. At the 24th August 2017 Special General Meeting the three resolutions passed were:-

1. to become part of a single national entity and the Board be authorised to take all necessary actions to facilitate the creation of a new single national entity;
2. to adopt an amended constitution; and
3. to vary the membership rights under the terms of the new constitution

As a result of the three resolutions being passed, the Board members of Dementia Australia Limited became the governing board with immediate effect.

Alzheimer's Australia NSW has provided for restructuring costs at 30 June 2017 (see note 10), and do not believe the effects of this restructure materially affect the financial statements.

The directors expect Alzheimer's Australia NSW to continue as a going concern for at least 12 months from the date of this report.

ALZHEIMER'S AUSTRALIA NSW
ABN 27 109 607 472

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 16: CONTINGENT LIABILITIES

The company is not subject to any material contingent liabilities at reporting date.

NOTE 17: LEASE COMMITMENTS

	2017	2016
	\$	\$
<i>Lease commitments - operating</i>		
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	148,275	142,790
One to five years	183,364	186,882
More than five years	<u>1,336,227</u>	<u>1,385,478</u>
	<u><u>1,667,866</u></u>	<u><u>1,715,150</u></u>

The property lease commitments are non-cancellable operating leases contracted for but not capitalised in the financial statements with an original five-year term for the major property lease. Increases in lease commitments may occur in line with CPI, with such estimated increases factored in.

NOTE 18: INVESTMENT REVALUATION RESERVE

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

NOTE 19: ENTITY DETAILS

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

Alzheimer's Australia NSW
Building 21, Macquarie Hospital Campus, 120 Cox's Road
(Cnr Norton Road)
NORTH RYDE NSW 2113

NOTE 20: MEMBERS' GUARANTEE

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$10.00 each towards meeting any outstandings and obligations of the entity. At 30 June 2017 the number of members was 2,346 (2016: 2,491).

ALZHEIMER'S AUSTRALIA NSW
ABN 27 109 607 472

DIRECTORS' DECLARATION

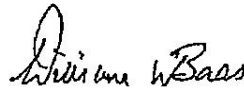
In accordance with a resolution of the Directors of Alzheimer's Australia NSW, the Directors of the company declare that:

1. The financial statements and notes, as set out on page 13 to 30, satisfy the requirements of the Australian Charities and Not-for-profit Commission Act 2012 and the Charitable Fundraising Act 1991, and
 - a. comply with Australian Accounting Standards – Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position of the company as at 30 June 2017 and of its performance for the year ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed for and behalf of the Board by:



Professor Graeme Samuel AC
17 November 2017



William Bass
17 November 2017

INDEPENDENT AUDITOR'S REPORT

To the members of Alzheimer's Australia NSW

Opinion

We have audited the financial report of Alzheimer's Australia NSW (the registered entity), which comprises the statement of financial position as at 30 June 2017, the statement of profit or loss and other comprehensive income, the statement of changes in member's funds and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the responsible entities' declaration.

In our opinion the accompanying financial report of Alzheimer's Australia NSW, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act), including:

- (i) Giving a true and fair view of the registered entity's financial position as at 30 June 2017 and of its financial performance for the year then ended; and
- (ii) Complying with Australian Accounting Standards - Reduced Disclosure Requirements and Division 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 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.

Other information

Those charged with governance are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Alzheimer's Australia NSW annual report, 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 on the other information obtained prior to the date of this auditor's report, 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 responsible entities for the Financial Report

The responsible entities of the registered entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the ACNC Act, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, responsible entities 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 responsible entities either intends to liquidate the registered entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the registered entity's financial reporting process.

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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO East Coast Partnership

BDO


John Bresolin
Partner/Director

Sydney, 17 November 2017