

**ALZHEIMER'S  
AUSTRALIA NSW**

**ABN 27 109 607 472**

**FINANCIAL REPORT  
FOR THE YEAR ENDED  
30 JUNE 2015**

**DIRECTORS' REPORT**

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**The Directors present this report on the entity for the financial year ended 30 June 2015.**

**Directors**

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

The Hon. Professor Peter Erne Baume AC  
Mr Alistair Garrard Bell  
Ms Lucille Barbara Bloch  
Mr Jeremy (Jerry) Kitson Ellis AO  
Mr Barry James Groundwater  
Mr Ian Watts Horton  
Mr David Lane (joined 20 May 2015)  
Dr Richard Matthews AM  
Mr John Gerard Morrison (retired 27 November 2014)  
Mr Nicholas Kevin Francis O'Neill  
Ms Catharine Josephine Retter  
Ms Dagmar Schmidmaier AM (joined 26 February 2015)  
Ms Eesvarathevi (Eesa) Witt

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.

**Operating Result**

The net surplus of the entity for the financial year amounted to \$1,722,932 (2014: \$1,146,142)

**DIRECTORS' REPORT**

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**Review of Operations**

The net surplus for the financial year was an increase of \$576,790 from the last financial year. The main contributing factors to this result were:

- (a) Bequest income of \$1,414,758, an increase of \$307,767;
- (b) State/Federal and non-government grants amounted to \$9,434,177 compared to \$8,714,503 received in the previous year;
- (c) capital grants from both government and non-government sources amounted to \$468,576 compared to \$253,726 in the previous year;
- (d) employment benefits expense increased by \$372,658 due to the delivery of additional service programs.

Financial assets include units held in Cash Fund Term and Growth Fund, managed by Mercer. This investment is intended as a long-term strategy.

State and Federal Government grants received increased by 10% to \$8,856,832. The percentage of government grants to total revenue, excluding bequests and loss on sale of investments, of 65.1% compared to 68.2% for 2013/2014 and 67.8% for 2012/2013. The increase in grant revenue reflected the awarding of new recurrent grants and non-recurrent grants which commenced during the financial year.

**Objectives**

The company has a three year strategic planning cycle. The strategic plan for the years 2012 to 2015 has been reviewed, with activities planned to deliver the strategic goals adjusted to reflect the current needs of the community.

The Strategic Plan has five major goal areas:

- (i) For the general public: to aim to build a community that understands effective risk-reduction strategies, where the stigma around dementia is reduced.
- (ii) For people with memory concerns: to aim for a more timely diagnosis with a smooth referral to AlzNSW for early intervention support.
- (iii) For people living with dementia and their carers: to aim to significantly improve the quality of life, through service improvement initiatives and partnerships with other organisations.
- (iv) To build a strong organisation and sector to support all these activities: to aim to increase funding to AlzNSW and the dementia sector.
- (v) In order to cope with the rapidly increasing dementia challenge, AlzNSW aims to significantly grow the organisation's capacity and outreach.

**Strategy for achieving the objective and performance measures**

Each of these objectives has a specific set of actions identified to achieve the goal. A report on progress against each action is presented to the Board each quarter.

**DIRECTORS' REPORT**

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- (i) For the general public: the key focus is on promoting risk reduction strategies using the Your Brain Matters program which is presented to community groups and clubs throughout NSW from the two Memory Vans. Expanding engagement with culturally diverse and Aboriginal and/or Torres Strait Islander communities as well as developing a group of high profile ambassadors to promote dementia awareness are additional strategies in this goal area.
- (ii) For people with memory concerns: this goal area focused on timely diagnosis and early intervention. Activities include targeted information and development of a referral pathway tool for GP's and the creation and implementation of new and increased delivery of existing early intervention programs.
- (iii) For people living with dementia and their carers: expanding services to areas of greatest need, increasing the access options such as on-line delivery of education, collaboration with key health networks to promote services and increasing research activities are the current objectives in this goal area.
- (iv) To build a strong organisation and sector to support all these activities: The key issues are diversification of income, quality accreditation and strong financial management. The company retains quality accreditation through QIP. Also the structure and strategy of the fundraising department has been reviewed and a new direction established and has been implemented. An upgrade of the financial system in 2015-16 will enhance financial management and reporting activities.
- (v) In order to cope with the rapidly increasing dementia challenge AlzNSW aims to significantly grow the organisation's capacity and outreach. The growth indicators are revenue, employee numbers, media activity and Helpline enquiries, counselling sessions and education courses provided.

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.

### **Information on Directors**

<b>Mr Jeremy Kitson Ellis</b> <b>AO</b>	Chairman (non-executive)
Qualifications	MA (Oxon), LL.D honoris causa Monash University, HonDEng, C.Q.U., FTSE, FAICD, FAIM, HonFIEAust.
Experience	Elected as a Rhodes Scholar in 1959. Chairman of Broken Hill Proprietary Company Limited 1997 to 1999. Chancellor of Monash University 1999 to 2007. Member of the Board of Trustees for the Eisenhower Exchange Fellowships. Made an Officer (AO) in the General division of the Order of Australia in June 2012. Awarded Order of the Rising Sun, Gold and Silver Star from the Japanese Government in 2007. Chairman of MBD Energy Limited and Director of Iron Road Limited. On the Advisory Board of the Sentient Group.

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<b>The Hon. Professor Peter Erne Baume AC</b>	Director
Qualifications	MB, BS, MD, Hon DUniv (ANU), Hon LittD (USQ), FRSN, FRACP, HON FRACGP, FAFPHM
Experience	Emeritus Professor, professorial fellow in the school of public health and community medicine, past physician at Royal North Shore Hospital, past Senator for NSW, past Government Whip, past Minister for Aboriginal Affairs, past Minister for Health, past Minister for Education, past Professor of Community Medicine at the University of NSW, past Chancellor of the Australian National University, past Director Sydney Water Corporation, past Chair of the Kolling Institute of Medical Research, past Governor Foundation for Development Cooperation, past Chair Family Drug Support, past Chair of the Australian Sports Drug Foundation, past official visitor, past official visitors' advisory committee.
<b>Mr Alistair Garrard Bell</b>	Director
Qualifications	B.Ec (Sydney), MAICD 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. Currently Group Chief Financial Officer of Graincorp Ltd, Australia's largest listed international grain and food ingredients business, a non-executive Director of Allied Mills Limited (manufacturers and distributors of bakery premixes, flour and semi-finished food products) and Chair of Audit Committee for Allied Mills.
Special Responsibilities	Mr Bell is a member of the Investment Advisory Committee and the Chairman of the Audit and Risk Committee.
<b>Ms Lucille Barbara Bloch</b>	Director
Experience	Previously 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 then her husband, Keith, who had Fronto-Temporal Dementia. Lucille also facilitated a Carer's Support Group for AlzNSW.
Special Responsibilities	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.

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**DIRECTORS' REPORT**

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<b>Mr Barry James Groundwater</b>	Director
Qualifications	5 year Engineering Trade Certificate 4 year Mechanical Engineering Certificate 4 year Management Certificate
Experience	Worked for Southern Cross Care (NSW & ACT) Inc for 19 years until he retired in February 2007. During this time held roles including Regional Manager and Manager of Cardinal Gilroy Village, Merrylands.
Special Responsibilities	Mr Groundwater is a member of the Investment Advisory Committee and the Audit and Risk Committee.
<b>Mr Ian Watts Horton</b>	Director
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	Chair of the Investment Advisory Committee and member of the Audit and Risk Committee and the Succession Planning Committee
<b>Mr Nicholas Kevin Francis O'Neill</b>	Director
Qualifications	LLB (Melbourne), LLM (London)
Experience	In 1989 became the first Deputy President of The Guardianship Tribunal of NSW and was President from 1994 to 2004. Inaugural Convenor of the NSW Chapter of the Council of Australasian Tribunals in 2003 – 2004. Principal author of <i>Retreat from Injustice: Human Rights in Australian Law</i> , the second edition of which was published in 2004. Professorial Visiting Fellow in the Faculty of Law at UNSW since 2004. Joint author with Associate Professor Carmelle Peisah of the ebook <i>Capacity and the Law</i> (2011) available on <a href="http://www.austlii.edu.au">www.austlii.edu.au</a> . Chairperson of the Nursing and Midwifery Tribunal 2005-2012. Deputy President of various health tribunals 2012-2014 and a Principal Member of the Civil and Administrative Tribunal of New South Wales 2014-2015.
Special Responsibilities	Mr O'Neill is a member of the Nominations and Remuneration Committee.

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<b>Dr Richard Matthews AM</b>	Deputy Chairman
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).
Special Responsibilities:	Member of the Succession Planning Committee
<b>Ms Catharine Josephine Retter</b>	Director
Qualifications	BA, MA, Grad Dip Editing and Publishing, FAMI, CPM (past)
Experience	Past member of the NSW Government Carers Advisory Council, and the Consumer Dementia Research Network, past chairperson of Austcare Refugee Week. Held senior executive positions in marketing and management including CEO of Driza-Bone Pty Ltd and, more recently, in book publishing and distribution. She is also the author of eight published non-fiction books. Director on various boards in the publishing sector including 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 is a member of the Succession Planning Committee
<b>Ms Eesvarathevi (Eesa) Witt</b>	Director
Qualifications	RN, Grad Dip Aged Care, MN
Experience	Eesa has extensive experience in Aged Care Nursing having worked in Community Health, and as an ACAT Registered Nurse in Sutherland Hospital. Other positions held: Clinical Nurse Consultant in Residential Care, Acute Aged Care and in Psychiatry of Old Age at Prince of Wales Hospital. Eesa currently practises as a Private Specialist Nursing Consultant in Dementia and Education, and Behavioural and Psychological Symptoms in Dementia. Eesa is experienced in facilitating groups, mentoring nurses and health professionals in other disciplines in Dementia Care, and supports carers of Persons with Dementia. She has been Nurse Researcher in various Research Teams: Depression in Residential Care, development of Behaviour Management Manuals with UNSW, NSW Health and USyd.

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<b>Mr David Lane</b>	Director
Qualification	Hon BEc (Uni PA)
Experience	Extensive experience in the management of business and investment banking. CEO of Count Financial, a wholly owned subsidiary of Commonwealth Bank of Australia (CBA). Listed as one of the Power 50 in Finance at Financial Standard's social media awards, a Judge on the No More Practice <i>Transformation</i> Series – 30 Day Business Challenge, aired on Sky Business, 7Mate and in Singapore and also a Judge of the Money Management Women in Financial Services Awards in 2013 and 2014.
<b>Ms Dagmar Schmidmaier AM FALIA</b>	Director
Qualifications	BA (Syd); Dip Lib (UNSW); M Lib (UNSW) Hon DLitt (UNSW)
Experience	<p>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, Member of the Council Chief Executive Women, Chair Course Advisory Committee Information Studies University of Canberra, 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.</p> <p>Dagmar 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.</p>
Special Responsibilities	Member of the Alzheimer's Australia NSW Advisory Board.

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**DIRECTORS' REPORT**

**Meetings of Directors**

	<b>Directors' Meetings</b>	
	<b>No. eligible to attend</b>	<b>Number attended</b>
Jerry Ellis AO	8	6
Professor Peter Erne Baume AC	8	8
Mr Alistair Garrard Bell	8	7
Ms Lucille Barbara Bloch	8	8
Mr Barry James Groundwater	8	6
Mr Ian Horton	8	8
Ms Eesvarathevi (Eesa) Witt	8	5
Dr Richard Matthews AM	8	7
Mr Nicholas Kevin Francis O'Neill	8	8
Ms Catherine Josephine Retter	8	8
Ms Dagmar Schmidmaier AM (Joined on 26 February 2015)	4	4
Mr David Lane (Joined on 20 May 2015)	2	1
Mr John Gerard Morrison (Retired on 27 November 2014)	3	3

**Meetings of Board Sub-committees**

	<b>Investment Advisory Committee</b>	
	<b>No. eligible to attend</b>	<b>Number attended</b>
Mr Ian Watts Horton	3	3
Mr Alistair Garrard Bell	3	2
Mr Phillip Cormack	3	1
Mr Barry James Groundwater	3	2
Mr John Gerard Morrison	3	2

**Audit and Risk Committee**

	<b>No. eligible to attend</b>	<b>Number attended</b>
Mr Alistair Garrard Bell	3	3
Mr Jeremy Kitson Ellis AO	3	-
Mr Barry James Groundwater	3	1
Mr Ian Watts Horton	3	3
Mr John Gerard Morrison	3	3

**DIRECTORS' REPORT**

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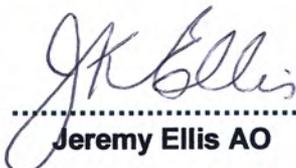
**Auditor's Independence Declaration**

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 10.

**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 \$24,970 based on 2,497 members.

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

Director   
.....  
**Jeremy Ellis AO**

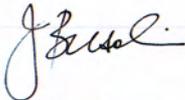
Director   
.....  
**Alistair Garrard Bell**

Dated at North Ryde this 24<sup>th</sup> day of September 2015

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

As lead auditor of Alzheimer's Australia NSW for the year ended 30 June 2015, 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, 24 September 2015

**ALZHEIMER'S AUSTRALIA NSW**  
**ABN 27 109 607 472**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
Revenue	2	14,651,376	12,780,260
Employee benefits expense		(8,601,487)	(8,228,829)
Depreciation and amortisation	3	(419,996)	(463,238)
Partnership payments		(28,968)	(106,912)
Property expenses		(701,767)	(568,746)
Administrative expenses		(555,756)	(516,263)
Special event expenses		(128,098)	(171,413)
Information technology expenses		(88,408)	(89,762)
Direct program expenses		(1,242,078)	(714,785)
Advertising		(389,766)	(420,674)
Travel and accommodation		(364,505)	(316,189)
Surplus on sale of investments		40,203	105,317
Other expenses		(447,818)	(310,289)
Write-back of impairment of investments upon sale		-	167,665
Surplus before income tax		1,722,932	1,146,142
Income tax expense	1(k)	-	-
Surplus after income tax		1,722,932	1,146,142
Other comprehensive income for the year		358,160	5,381
Total comprehensive income attributable to members of the entity		2,081,092	1,151,523

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 2015**

	Note	2015 \$	2014 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	3,435,479	3,366,693
Trade and other receivables	5	220,740	474,339
Financial assets	6	10,673,497	9,181,283
Other current assets	7	26,898	32,953
<b>TOTAL CURRENT ASSETS</b>		<u>14,356,614</u>	<u>13,055,268</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	8	<u>3,275,797</u>	<u>3,145,598</u>
<b>TOTAL NON-CURRENT ASSETS</b>		<u>3,275,797</u>	<u>3,145,598</u>
<b>TOTAL ASSETS</b>		<u>17,632,411</u>	<u>16,200,866</u>
<b>CURRENT LIABILITIES</b>			
Deferred income	9	2,841,668	3,601,899
Trade and other payables	10	832,497	799,665
Short-term provisions	11	1,010,380	956,497
<b>TOTAL CURRENT LIABILITIES</b>		<u>4,684,545</u>	<u>5,358,061</u>
<b>NON-CURRENT LIABILITIES</b>			
Long-term provisions	11	<u>106,457</u>	<u>82,488</u>
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>106,457</u>	<u>82,488</u>
<b>TOTAL LIABILITIES</b>		<u>4,791,002</u>	<u>5,440,549</u>
<b>NET ASSETS</b>		<u>12,841,409</u>	<u>10,760,317</u>
<b>MEMBERS' FUNDS</b>			
Investment revaluation reserve		358,160	-
Accumulated surplus		<u>12,483,249</u>	<u>10,760,317</u>
<b>TOTAL MEMBERS' FUNDS</b>		<u>12,841,409</u>	<u>10,760,317</u>

The accompanying notes form part of these financial statements

**ALZHEIMER'S AUSTRALIA NSW**  
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**STATEMENT OF CHANGES IN MEMBERS' FUNDS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	2015 \$	2014 \$
<b>Investment Revaluation Reserve</b>		
Balance at the beginning of the financial year	-	(5,381)
Reversal of impairment of financial assets upon disposal	-	(167,665)
Revaluation Increments	<u>358,160</u>	<u>173,046</u>
Balance at the end of the financial year	<u><u>358,160</u></u>	<u><u>-</u></u>
<b>Accumulated Surplus</b>		
Accumulated surplus at the beginning of the financial year	10,760,317	9,614,175
Net surplus for the year attributable to members	<u>1,722,932</u>	<u>1,146,142</u>
Accumulated surplus at the end of the financial year	<u><u>12,483,249</u></u>	<u><u>10,760,317</u></u>
<b>Total Members' Funds</b>		
Balance at the beginning of the financial year	10,760,317	9,608,794
Total comprehensive income for the year attributable to members	<u>2,081,092</u>	<u>1,151,523</u>
Balance at the end of the financial year	<u><u>12,841,409</u></u>	<u><u>10,760,317</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 2015**

	Note	2015 \$	2014 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Government and other grants received (inclusive of GST)		10,132,797	8,570,449
Other receipts (inclusive of GST)		3,316,597	2,085,157
Other investment income		237,806	298,528
Interest received		99,778	270,812
Payments to suppliers and employees (inclusive of GST)		<u>(13,500,878)</u>	<u>(11,280,504)</u>
<b>Net cash generated by/(used in) operating activities</b>		<u>286,100</u>	<u>(55,558)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payment for property, plant and equipment		(669,095)	(493,656)
Proceeds from sale of property, plant and equipment		130,873	142,341
Proceeds from sale of investments		1,043,860	9,394,654
Payments for investments		<u>(2,137,711)</u>	<u>(8,781,880)</u>
<b>Net cash (used in)/generated by investing activities</b>		<u>(1,632,073)</u>	<u>261,459</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Bequests received		<u>1,414,758</u>	<u>1,106,991</u>
<b>Net cash generated by financing activities</b>		<u>1,414,758</u>	<u>1,106,991</u>
Net increase in cash held		68,786	1,312,892
Cash at the beginning of the financial year		<u>3,366,693</u>	<u>2,053,801</u>
<b>Cash at the end of the financial year</b>	4	<u>3,435,479</u>	<u>3,366,693</u>

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2015

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**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 *Corporations Act 2001* 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 24 September 2015.

**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 2015

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**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 the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining recoverable amounts.

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:

<b>Class of Fixed Asset</b>	<b>Depreciation/ Amortisation Rate</b>	<b>Depreciation Basis</b>
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.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2015

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**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(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.

**(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 expire. 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) Financial assets at fair value through profit or loss***

Financial assets are classified at fair value through profit or loss when they are either held for trading for the purpose of short term profit making, derivatives not held for hedging purposes, or designated as such on initial recognition to eliminate or significantly reduce an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key personnel on a fair value basis in accordance with a documented risk management or investment strategy. Realised and unrealised gains and losses arising from changes in fair value are included in profit or loss in the period in which they arise.

***(ii) Loans and receivables***

Loans and 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.

***(iii) 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.

***(iv) 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 share revaluation reserve. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2015

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**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(d) Financial Instruments (Continued)**

*(v) Financial liabilities*

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost using the effective interest rate method.

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.

**(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 and cash equivalents include cash on hand, deposits held at-call with banks or financial institutions, other short-term highly liquid investments in money market instruments with original maturities of three months or less.

**(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.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2015

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**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(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 Annual 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.

**(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. 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.

**(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 2015**

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 2: REVENUE</b>		
<b>Operating activities</b>		
- State/Federal government grants	8,856,832	8,045,982
- Non-government grants	577,345	668,521
- State/Federal capital grants	468,576	253,726
- Donations, appeals and corporate sponsorship	1,935,883	1,304,437
- Special events - fundraising	116,580	175,958
- In Memoriam	144,943	111,713
- Membership fees	54,963	50,559
- Sales of goods	4,617	3,450
- Consultation and course fee income	678,405	433,447
- Rental income	23,417	23,972
- Other revenue	25,500	16,917
	<u>12,887,061</u>	<u>11,088,682</u>
<b>Non-operating activities</b>		
- Bequests	1,414,758	1,106,991
- Interest received	99,778	270,812
- Other investment income	237,806	298,528
- Gain on disposal of non-current assets	11,973	15,247
	<u>1,764,315</u>	<u>1,691,578</u>
Total Revenue	<u>14,651,376</u>	<u>12,780,260</u>
<b>NOTE 3 : EXPENSES</b>		
The surplus before income tax includes the following specific expenses:		
- Depreciation and Amortisation		
Buildings	131,775	133,291
Deferred Lease Charges	5,923	5,923
Leasehold Improvements	70,000	95,062
Furniture and equipment	137,687	141,144
Motor vehicles	74,611	87,818
Total Depreciation and Amortisation	<u>419,996</u>	<u>463,238</u>
- Movement on provision for employee entitlements	(39,148)	253,927
- Employee superannuation expense	749,691	689,758
- Rental expense	424,410	384,621
<b>NOTE 4: CASH AND CASH EQUIVALENTS</b>		
<b>CURRENT</b>		
Cash on hand	3,950	3,950
Cash at bank	90,353	622,637
At call accounts	3,341,176	2,706,052
Cash management accounts	-	34,054
	<u>3,435,479</u>	<u>3,366,693</u>

**ALZHEIMER'S AUSTRALIA NSW**  
**ABN 27 109 607 472**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 5: TRADE AND OTHER RECEIVABLES</b>		
<b>CURRENT</b>		
Trade receivables	209,337	356,505
Other receivables	11,403	117,834
	<u>220,740</u>	<u>474,339</u>
<b>NOTE 6: FINANCIAL ASSETS</b>		
<b>CURRENT</b>		
Managed Funds - at fair value		
Cash Fund Term Deposit	4,122,746	3,012,332
Growth Fund	6,485,260	5,099,802
Monthly income fund - at fair value	1,148	2,870
Term deposits - at fair value	0	1,001,935
Fixed term securities - at cost	64,344	64,344
	<u>10,673,498</u>	<u>9,181,283</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> <p>There are no term deposits as at 30 June 2015. (2014: have an average maturity date of 25 January 2015 and have a weighted average interest rate of 3.91%). Fair value includes accrued interest.</p> <p>The company has potential exposure to a bank guarantee that has been issued to a third party in respect to a rental operating lease. The guarantee is held as a security deposit with a bank \$64,343 (2014: \$64,343).</p>		
<b>NOTE 7: OTHER CURRENT ASSETS</b>		
Prepayments	26,898	32,953
<b>NOTE 8: PROPERTY, PLANT AND EQUIPMENT</b>		
Land:		
Freehold land - at deemed cost	440,000	440,000
Leasehold land - at cost	296,167	296,167
Less: accumulated amortisation	<u>(121,485)</u>	<u>(115,562)</u>
	<u>174,682</u>	<u>180,605</u>
Total Land	<u>614,682</u>	<u>620,605</u>
Buildings:		
On Freehold land - at deemed cost	791,765	738,638
Less: accumulated depreciation	<u>(209,914)</u>	<u>(178,781)</u>
	<u>581,851</u>	<u>559,857</u>
On Leasehold land - at cost	2,209,823	2,209,823
Less: accumulated depreciation	<u>(1,198,397)</u>	<u>(1,097,755)</u>
	<u>1,011,426</u>	<u>1,112,068</u>
Total Buildings	<u>1,593,277</u>	<u>1,671,925</u>

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	2015 \$	2014 \$
<b>NOTE 8: PROPERTY, PLANT AND EQUIPMENT</b>		
Leasehold Improvements:		
Leasehold Improvements - at cost	872,897	494,633
Less: accumulated amortisation	<u>(487,105)</u>	<u>(432,523)</u>
Total Leasehold Improvements	<u><u>385,792</u></u>	<u><u>62,110</u></u>
Furniture and equipment:		
Furniture and equipment - at cost	1,116,563	1,115,476
Less: accumulated depreciation	<u>(768,697)</u>	<u>(654,603)</u>
Total Furniture and equipment	<u><u>347,866</u></u>	<u><u>460,873</u></u>
Motor vehicles:		
Motor vehicles - at cost	604,922	602,539
Less: accumulated depreciation	<u>(324,842)</u>	<u>(272,454)</u>
Total Motor vehicles	<u><u>280,080</u></u>	<u><u>330,085</u></u>
Work in progress:		
Work in progress - at cost	<u>54,100</u>	<u>-</u>
Total work in progress	<u><u>54,100</u></u>	<u><u>-</u></u>
Total property, plant and equipment	<u><u>3,275,797</u></u>	<u><u>3,145,598</u></u>
<b>Reconciliation of movements in carrying amounts of property, plant and equipment</b>		
Land:		
Freehold land		
Carrying amount at beginning of the year	<u>440,000</u>	<u>440,000</u>
Carrying amount at end of the year	<u>440,000</u>	<u>440,000</u>
Leasehold land		
Carrying amount at beginning of the year	180,605	186,528
Amortisation expense	<u>(5,923)</u>	<u>(5,923)</u>
Carrying amount at end of the year	<u>174,682</u>	<u>180,605</u>
Total Land	<u><u>614,682</u></u>	<u><u>620,605</u></u>
Buildings on freehold land		
Carrying amount at beginning of the year	559,857	590,227
Additions at cost	6,492	-
Reclassifications	46,635	-
Depreciation expense	<u>(31,133)</u>	<u>(30,370)</u>
Carrying amount at end of the year	<u>581,851</u>	<u>559,857</u>
Buildings on leasehold land		
Carrying amount at beginning of the year	1,112,068	1,214,989
Depreciation expense	<u>(100,642)</u>	<u>(102,921)</u>
Carrying amount at end of the year - at fair value	<u>1,011,426</u>	<u>1,112,068</u>
Total Buildings	<u><u>1,593,277</u></u>	<u><u>1,671,925</u></u>

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 8: PROPERTY, PLANT AND EQUIPMENT (continued)</b>		
<b>Reconciliation of movements in carrying amounts of property, plant and equipment</b>		
<b>Leasehold Improvements</b>		
Carrying amount at beginning of the year	62,110	157,172
Additions at cost	382,493	-
Reclassifications	11,188	-
Disposals	-	-
Amortisation expense	(70,000)	(95,062)
Carrying amount at end of the year	<u>385,791</u>	<u>62,110</u>
<b>Furniture and equipment</b>		
Carrying amount at beginning of the year	460,873	360,263
Additions at cost	83,477	241,754
Reclassifications	(58,723)	-
Disposals	(74)	-
Depreciation expense	(137,687)	(141,144)
Carrying amount at end of the year	<u>347,866</u>	<u>460,873</u>
<b>Motor vehicles</b>		
Carrying amount at beginning of the year	330,085	293,095
Additions at cost	143,433	251,902
Disposals	(118,826)	(127,094)
Depreciation expense	(74,611)	(87,818)
Carrying amount at end of the year	<u>280,081</u>	<u>330,085</u>
<b>Work in Progress</b>		
Carrying amount at beginning of the year	-	-
Additions at cost	53,200	-
Reclassifications	900	-
Carrying amount at end of the year	<u>54,100</u>	<u>-</u>
<b>NOTE 9: DEFERRED INCOME</b>		
<b>CURRENT</b>		
Deferred income - grants and monies in advance	<u>2,841,668</u>	<u>3,601,899</u>
<b>NOTE 10: TRADE AND OTHER PAYABLES</b>		
<b>CURRENT</b>		
Trade payables	201,019	110,960
Sundry payables and accruals	631,478	688,705
	<u>832,497</u>	<u>799,665</u>

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

<b>NOTE 11: PROVISIONS</b>	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT</b>		
Employee provisions	893,381	956,497
Relocation provision	117,000	-
	1,010,381	956,497
<b>NON CURRENT</b>		
Employee provisions	106,457	82,488

**Reconciliation of movements in carrying amounts of employee provisions**

	<b>Current</b>	<b>Non-Current</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Opening balance at beginning of the year	956,497	82,488	1,038,985
Additional provisions raised during the year	461,408	23,969	485,377
Amounts used	(524,524)	-	(524,524)
Closing balance at end of the year	893,381	106,457	999,838
		<b>No.</b>	<b>No.</b>
Number of employees at year end		145	116

**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.

**Reconciliation of movements in carrying amounts of relocation provision**

	<b>Current</b>
	<b>\$</b>
Opening balance at beginning of the year	-
Relocation provision raised during the year	117,000
Amounts used	-
Closing balance at end of the year	117,000

<b>NOTE 12: REMUNERATION OF AUDITORS</b>	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
Amounts received or due and receivable by the auditors for:		
- auditing the financial report	28,000	32,750
- other services	6,750	6,446
Total Auditors' Remuneration	34,750	39,196

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

**NOTE 13: 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*.

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>(a) Details of aggregate gross income and total expenses in fundraising appeals</b>		
Gross proceeds:		
Donations	714,733	588,453
Special events	324,195	148,384
	1,038,928	736,837
Gross proceeds from fundraising appeals		
Total expenditure:		
Donations	199,069	210,470
Special events	156,368	53,276
	355,437	263,746
Total costs of fundraising appeals		
Net surplus from fundraising appeals	683,491	473,091

**(b) Application of funds for charitable purposes**

During the year the entity achieved a net surplus of \$683,491 (2014: \$473,091) 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	385,410	500,299
- Policy and advocacy	219,927	215,115
- Helpline and counselling	-	71,327
- Media, Library and information services	322,369	310,816

**(c) Fundraising appeals conducted during the financial year**

During both the 2013/2014 and the 2012/2013 financial years direct mail appeals were held in September (Spring), November (Christmas), March (Easter) and May (Tax appeal). In addition acquisition appeal was conducted in May.

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

	<b>Cost</b>	<b>Income</b>	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>	<b>%</b>	<b>%</b>
Total cost of reportable fundraising/Gross proceeds from reportable fundraising	355,437	1,038,928	34%	36%
<i>Non-reportable:</i>				
Bequests	163,925	1,414,758	12%	14%
Other Donations	633,977	688,282	92%	55%
Other Fundraising	150,410	509,087	30%	95%
Total cost of all fundraising/Gross proceeds from all fundraising	1,303,749	3,651,055	36%	38%

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

**NOTE 13: ADDITIONAL INFORMATION FURNISHED UNDER THE CHARITABLE FUNDRAISING ACT 1991 OF NSW (Continued)**

**(e) Gross comparisons of monetary figures and percentages**

	Cost \$	Expenditure/ Income \$	2015 %	2014 %
Total cost of reportable fundraising/ Gross proceeds from reportable fundraising	355,437	1,038,928	34%	36%
Net surplus from reportable fundraising/ Gross proceeds from reportable fundraising	683,491	1,038,928	66%	64%

*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

10,668,149	12,946,553	82%	76%
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*Income ratio*

= Total cost of services/Total operating Income

10,668,149	13,149,996	81%	77%
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*NB: Operating income excludes bequests and realised investment gains/losses.*

*NB: Cost of services includes all costs related to providing services to people living with dementia.*

**NOTE 14: 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 Jeremy Ellis AO (Chairman)	Dr Richard Matthews
Professor Peter Baume AC	Mr Nicholas O'Neill
Mr Alistair Bell	Ms Catharine Retter
Ms Lucille Bloch	Ms Eesvarathevi (Eesa) Witt
Mr Barry Groundwater	Ms Dagmar Schmidmaier AM (joined on 26 Feb 2015)
Mr Ian Horton	Mr David Lane (joined on 20 May 2015)
Mr John Gerard Morrison (retired 27 Nov 2014)	

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 2015, the company received donations totalling \$147,607 (2014: \$130,546) on behalf of Alzheimer's Australia Research Limited of which Alzheimer's Australia NSW has no direct or indirect interest.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

**NOTE 15: KEY MANAGEMENT PERSONNEL COMPENSATION**

**Key Management Personnel**

**(a) Directors**

No Director received remuneration of any form for the financial years ended 30 June 2015 and 30 June 2014. For a list of Directors refer to note 15 - 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) - as at May 15

Andrew Mills (General Manager, Marketing & Communications)

Brendan Moore (General Manager Policy, Research and Information)

Sarah Price (General Manager, Media)

Robyn Faine (General Manager, Services) - resigned April 15

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
Aggregate compensation	1,198,976	1,149,743

**NOTE 16: EVENTS SUBSEQUENT TO REPORTING DATE**

There have been no material events that have occurred subsequent to the balance date that would significantly affect the accounts of the company.

**NOTE 17: CONTINGENT LIABILITIES**

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

**NOTE 18: LEASE COMMITMENTS**

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<i>Lease commitments - operating</i>		
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	127,464	96,186
One to five years	197,368	266,455
More than five years	1,432,382	1,519,594
	1,757,214	1,882,235

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.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2015

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**NOTE 19: 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 20: 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 21: 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 2015 the number of members was 2,497 (2014: 2,682).

## INDEPENDENT AUDITOR'S REPORT

To the members of Alzheimer's Australia NSW

### Report on the Financial Report

We have audited the accompanying financial report of Alzheimer's Australia NSW, which comprises the statement of financial position as at 30 June 2015, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

#### Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about 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 company's preparation of the financial report that gives a true and fair view 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 company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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



### Independence

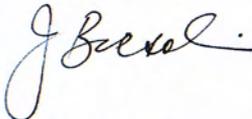
In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Alzheimer's Australia NSW, would be in the same terms if given to the directors as at the time of this auditor's report.

### Opinion

In our opinion the financial report of Alzheimer's Australia NSW is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the Corporations Regulations 2001.

**BDO East Coast Partnership**

BDO  


**John Bresolin**  
Partner

Sydney, 24 September 2015

# CONTACT US

## OUR OFFICES

### ADMINISTRATION

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**W:** www.fightdementia.org.au/NSW

### NORTHERN NSW

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Port Macquarie\*: 02 6584 7444  
Forster: 02 6554 5097  
Coffs Harbour: 02 6651 7101  
Tweed Heads: 07 5523 0731  
Central Coast\*: 02 9805 0100

### SYDNEY REGION

North Ryde\*: 02 9888 4268  
St George/Sutherland\*: 02 9531 1928  
Blacktown\*: 02 9805 0100

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DEMENTIA  
HELPLINE**  
**1800 100 500**

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### SOUTHERN NSW

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Cooma\*: 02 6452 3961  
Canberra: 02 6241 0881  
Moss Vale: 02 4869 5651  
Wagga Wagga: 02 6932 3095  
Wollongong\*: 02 9805 0100

### WESTERN NSW

Orange: 02 6369 7164

\* Younger Onset Dementia Key Worker locations

Alzheimer's Australia NSW  
ABN 27 109 607 472

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