

International Detention Coalition Inc.
A.B.N. 31 857 674 815

Financial Report
for the year ended
30 June 2011

International Detention Coalition Inc.

A.B.N. 31 857 674 815

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International Detention Coalition Inc.
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Management Committee's Report

The Management Committee submit the financial report for International Detention Coalition Inc. (the Association) for the year ended 30 June 2011.

Committee Members:

The names of committee members throughout the period are:

Anna Marie Gallagher	President	
Alice Nah	Vice-President	
Beth Eggleston	Secretary	Appointed on 28/10/10
Stephanie Cousins	Secretary	Resigned on 28/10/10
Mary Latham	Treasurer	
James Thomson	(WCC/Australian Representative)	
Michelle Brane		Appointed on 28/10/10

Principal Activities

The International Detention Coalition is a network of more than 200 non-governmental organisations, faith based groups, academics and individuals that provide legal, social, medical and other services, carry out research and reporting, and undertake advocacy and policy work on behalf of refugees, migrants and asylum seekers. These groups and individuals, who are from more than 50 countries, have come together to form the International Detention Coalition to share information and promote good practises relating to the use of detention by governments.

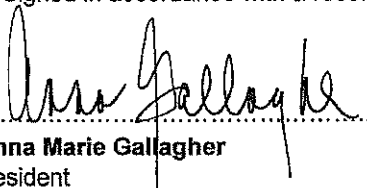
Significant Changes

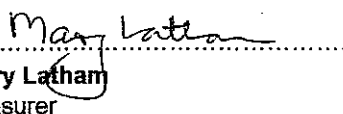
No significant change in the nature of these activities occurred during the year.

Review and Results of Operations

The surplus for the financial year amounted to \$50,614 (period ended 30/06/2010: deficit \$46,214)

Signed in accordance with a resolution of the Management Committee.


.....
Anna Marie Gallagher
President


.....
Mary Latham
Treasurer

Dated this 27th day of October 2011

Armstrong Partners

CHARTERED ACCOUNTANTS

Auditor's Independence Declaration Under Section 307C of the Corporations Act 2001 To the Management Committee of International Detention Coalition Inc.

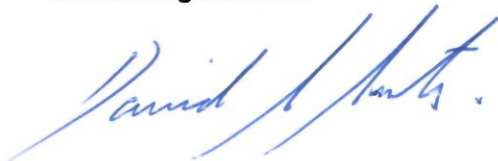
Auditor's Independence Declaration

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial period ended 30 June 2011 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contravention of any applicable code of professional conduct in relation to the audit.



Armstrong Partners



**David Armstrong
Partner**

Melbourne

27 October 2011

International Detention Coalition Inc.
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Statement of Comprehensive Income
for the year ended 30 June 2011

	Notes	2011 \$	2010 \$
Revenues	2	410,171	236,824
Depreciation	3	(1,234)	(268)
Employee expenses		(232,341)	(207,248)
Other expenses from ordinary activities		<u>(125,982)</u>	<u>(75,524)</u>
Surplus / (deficit) before income tax		50,614	(46,216)
Income tax	1(c)	<u>-</u>	<u>-</u>
Surplus /(deficit) for the year / period		50,614	(46,216)
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income / (loss) for the year / period		<u><u>50,614</u></u>	<u><u>(46,216)</u></u>

International Detention Coalition Inc.
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Statement of Financial Position
as at 30 June 2011

	Notes	2011 \$	2010 \$
Current Assets			
Cash assets	9	156,632	18,903
Receivables	4	-	188,934
Work in progress		66,885	
Prepayments		1,003	936
Total Current Assets		<u>224,520</u>	<u>208,773</u>
Non-Current Assets			
Property, plant & equipment	5	5,177	1,682
Total Non-Current Assets		<u>5,177</u>	<u>1,682</u>
Total Assets		<u>229,697</u>	<u>210,455</u>
Current Liabilities			
Payables	6	93,910	33,939
Provisions	7	21,969	12,553
Deferred revenue		109,420	25,000
Total Current Liabilities		<u>225,299</u>	<u>71,492</u>
Total Liabilities		<u>225,299</u>	<u>71,492</u>
Net Assets		<u>4,398</u>	<u>138,963</u>
Equity			
Fund Raising Reserve (committed)		-	185,179
Retained earnings / (deficit)		4,398	(46,216)
Total Equity		<u>4,398</u>	<u>138,963</u>

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Statement of Changes in Equity
for the year ended 30 June 2011

	Retained earnings (deficit)	Fund Raising Reserve	Total
	\$	\$	\$
Balance at the beginning of the period	-	-	-
Total comprehensive (loss) for the period	(46,216)	-	(46,216)
Funds committed	-	185,179	185,179
Balance at 30 June 2010	<u>(46,216)</u>	<u>185,179</u>	<u>138,963</u>
Total comprehensive income for the year	50,614	-	50,614
Transfer to revenue		(185,179)	(185,179)
Funds committed	-	-	-
Balance at 30 June 2011	<u>4,398</u>	<u>-</u>	<u>4,398</u>

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Statement of Cash Flows
for the year ended 30 June 2011

	Notes	2011 \$	2010 \$
Cash flows from operating activities			
Cash receipts in the course of operations		494,903	259,148
Payments to trade creditors, other suppliers and creditors, and employees		(355,888)	(239,834)
Interest received		3,443	1,539
Net cash flows from operating activities	9	<u>142,458</u>	<u>20,853</u>
Cash flows from financing activities		<u>-</u>	<u>-</u>
Cash flows from investing activities			
Payments for property, plant and equipment		(4,729)	(1,950)
Net cash flows from investing activities		<u>(4,729)</u>	<u>(1,950)</u>
Net increase/(decrease) in cash held		137,729	18,903
Cash at the beginning of the financial period		<u>18,903</u>	<u>-</u>
Cash at the end of the financial period	9	<u><u>156,632</u></u>	<u><u>18,903</u></u>

International Detention Coalition Inc.
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Notes to the Financial Statements
for the year ended 30 June 2011

1 Summary of Significant Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Associations Incorporation Act 1981.

Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards (A-IFRS). Compliance with A-IFRS ensures the financial statements and notes comply with International Financial Reporting Standards. The financial statements of International Detention Coalition Inc. also comply with AASB 1004 "Contributions" dealing specifically with Not-for-profit entities.

The following is a summary of the material accounting policies adopted by the Association in the preparation of the financial statements.

(a) Adoption of new and revised accounting standards

International Detention Coalition Inc. adopts all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to the operations and effective to the current annual reporting period. For the reporting year to 30 June 2011, there were no adoption of new or revised accounting standards issued which would impact the reported financial position, financial performance and cash flows of the Association or accompanying notes.

(b) Basis of preparation

The financial statements have been prepared on an accruals basis and are based on historical costs and do not take into account changing money values or, except where stated current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

(c) Income Tax

The income tax expenses for the period is the tax payable on the current period's taxable income based on the income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses. Deferred income tax benefits are not carried forward as an asset unless realisation of the benefit can be regarded as being assured beyond reasonable doubt.

(d) Property, plant & equipment

Property, plant and equipment is recorded at cost less depreciation and where applicable an impairment provision.

Depreciation is calculated using diminishing value method to allocate their cost, net of their residual values, over their estimated useful lives, as follows:

Office equipment	up to 4 years
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The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting 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.

International Detention Coalition Inc.
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Notes to the Financial Statements
for the year ended 30 June 2011

1 Summary of Significant Accounting Policies (continued)

(d) Property, plant & equipment - continued

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

(e) Employee Entitlements

Liabilities for employee entitlements to wages and salaries, annual leave, sick leave and other current employee entitlements are accrued at nominal amounts calculated on the basis of current wage and salary rates.

On-costs of Superannuation and Workcover have been included in the annual leave liability.

Contributions to employee superannuation plans are expensed in the period in which wages and salaries are paid or accrued.

(f) Goods & Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

(g) Comparative Amount

The comparative figures for the 2010 year were for the period from date of incorporation 11 March 2009 to 30 June 2010.

	2011	2010
	\$	\$
2 Revenue		
Grants	406,728	234,935
Donations	-	300
Interest Income	3,443	1,589
	410,171	236,824
3 Expense		
Operating surplus / (deficit) includes the following specific expenses:		
Depreciation	1,234	268
Provision for staff entitlements	9,415	12,553
Auditor's remuneration:		
Auditing the accounts	1,700	1,500
Other services	1,500	1,400
	3,200	2,900

International Detention Coalition Inc.
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Notes to the Financial Statements
for the year ended 30 June 2011

	2011	2010
	\$	\$
4 Receivables		
Current		
Oxfam Australia	-	185,179
Sundry debtors	-	3,755
	<u>-</u>	<u>188,934</u>
5 Property, plant & equipment		
Non-Current		
Office Equipment at cost	6,628	1,950
less accumulated depreciation	(1,451)	(268)
	<u>5,177</u>	<u>1,682</u>
Total property, plant & equipment	<u>5,177</u>	<u>1,682</u>
Reconciliation of Office Equipment		
Carrying amount at beginning of year	1,682	-
Additions	4,729	1,950
Disposals	-	-
Depreciation	(1,234)	(268)
carrying amount at end of year	<u>5,177</u>	<u>1,682</u>
6 Payables		
Current		
Trade & other creditors	35,547	3,688
GST Payable	39,550	18,681
Payroll liabilities	18,813	11,570
	<u>93,910</u>	<u>33,939</u>
	2011	2010
	\$	\$
7 Provisions		
Current		
Employee entitlements	<u>21,969</u>	<u>12,553</u>
Non-current		
Employee entitlements	<u>-</u>	<u>-</u>
(a) Aggregate Employee liability	<u>21,969</u>	<u>12,553</u>
(b) Number of employees at year end	<u>4</u>	<u>4</u>

International Detention Coalition Inc.
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Notes to the Financial Statements
for the year ended 30 June 2011

8 Financial risk management

	Weighted Average interest rate	1 year or less		Total \$
		Floating interest rate \$	Non-interest bearing \$	
2011				
Financial assets				
Cash on hand	-	-	821	821
Cash at bank	3.40%	155,811	-	155,811
		<u>155,811</u>	<u>821</u>	<u>156,632</u>
Financial liabilities				
Payables	-	-	93,910	93,910
Deferred revenue	-	-	109,420	109,420
			<u>203,330</u>	<u>203,330</u>
Net financial assets / (liabilities)	-	<u>155,811</u>	<u>(202,509)</u>	<u>(46,698)</u>
2010				
Financial assets				
Cash on hand	-	-	64	64
Cash at bank	3.40%	18,839	-	18,839
Receivables	-	-	188,934	188,934
		<u>18,839</u>	<u>188,934</u>	<u>207,837</u>
Financial liabilities				
Payables	-	-	33,939	33,939
Deferred revenue	-	-	25,000	25,000
			<u>58,939</u>	<u>58,939</u>
Net financial assets	-	<u>18,839</u>	<u>129,995</u>	<u>148,898</u>

(a) Credit Risk Exposures

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Association. The Association has adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults.

(b) Interest Rate Risk Exposures

Exposures to interest rate risk are limited to assets and liabilities bearing variable rates

(c) Net Fair Value of Financial Assets and Liabilities

The Management Committee considers that the carrying amount of financial assets and liabilities recorded in the financial statements approximates their fair value.

(d) Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Management Committee which has built an appropriate liquidity risk management framework for the management of the Association's short, medium and long-term funding and liquidity management. The Association manages the liquidity risk by maintaining adequate cash reserves, and by continuously monitoring forecast and actual cash flows while matching the maturity profiles of financial assets and liabilities.

International Detention Coalition Inc.
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Notes to the Financial Statements
for the year ended 30 June 2011

	2011	2010
	\$	\$
9 Note to the Statement of Cash Flows		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the balance sheet as follows:		
Cash at bank	155,811	18,839
Cash on hand	821	64
	156,632	18,903
Reconciliation of net cash flows from operating activities to operating results		
Surplus/(Deficit) from Ordinary Activities	50,614	(46,216)
Non cash items		
Depreciation	1,234	268
Change in assets and liabilities		
Decrease (Increase) in receivables	188,934	(188,934)
Decrease (Increase) in prepayments	(67)	(936)
Decrease (Increase) in work in progress	(66,885)	-
Increase (Decrease) in payables	59,971	33,939
Increase (Decrease) in provisions	9,416	12,553
Increase (Decrease) in deferred income	84,420	25,000
Increase (Decrease) in committed fund	(185,179)	185,179
Net cash inflows from operating activities	142,458	20,853

10 Related Parties

The names of the Management Committee members who held office during the period are

Anna Marie Gallagher	President	
Alice Nah	Vice-President	
Mary Latham	Treasurer	
Beth Eggleston	Secretary	Appointed on 28/10/10
Stephanie Cousins	Secretary	Resigned on 28/10/10
James Thomson	(WCC/Australian Representative)	
Michelle Brane		Appointed on 28/10/10

No fees, salaries, bonuses or other remuneration were paid to the Board members in their capacity as Committee members.

Other Transactions of Committee Members and Committee Member-Related Entities

None

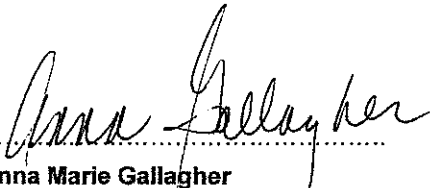
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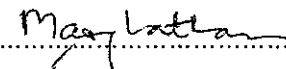
Statement by The Management Committee

In the opinion of the Management Committee of International Detention Coalition Inc.:

- 1 The Financial Statements and notes:
 - (a) comply with the Associations Incorporation Act 1981;
 - (b) give a true and fair view of the financial position of the Association as at 30 June 2011 and of its performance for the year ended on that date;
 - (c) comply with Australian Accounting Standards (including Australian Accounting Interpretations); and
- 2 There are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.
- 3 The Committee Members have received the declaration confirming the above from the Managing Director for the year ended 30 June 2011.

This statement is made and signed in accordance with a resolution of the Management Committee.


.....
Anna Marie Gallagher
President


.....
Mary Latham
Treasurer

Dated this 27th day of October 2011

Armstrong Partners

CHARTERED ACCOUNTANTS

Independent Auditor's Report To the members of International Detention Coalition Inc.

Report on the financial Report

We have audited the accompanying financial report of International Detention Coalition Inc. which comprises the statement of financial position as at 30 June 2011, and the statement of comprehensive income, statement of changes in equity and the statement of cash flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the Statement by the Management Committee.

The Board's Responsibility for the Financial Report

The board of management of the association is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Associations Incorporation Act 1981*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, 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 association's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the board of management, 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.

Auditor's Opinion

In our opinion:

- (a) the financial report of International Detention Coalition Inc. is in accordance with the *Associations Incorporation Act 1981*, including:
 - i. giving a true and fair view of the association's financial position as at 30 June 2011 and of its performance for the year ended on that date; and
 - ii. complying with the Australian Accounting Standards (including the Australian Accounting Interpretations); and
- (b) the financial statements and notes also comply with International Financial Reporting Standards as disclosed in Note 1.



Armstrong Partners



**David Armstrong
Partner**

Melbourne
27 October 2011