



Special Purpose Financial Report

For the year ended 30 June 2015

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DIRECTORS' REPORT

The Directors of Jodi Lee Foundation Pty Limited, the trustee for The Jodi Lee Foundation, are pleased to submit their financial report for the year ended 30 June 2015.

Directors

The directors during the financial year and up to the date of this report were:

Mark Butcher, Chair
Nicholas Lee
Alistair Cavill
Andrew Luck
Felicity Harley

Principal activities

The Jodi Lee Foundation (the Foundation) is a charitable institution established to promote the prevention or control of diseases in human beings. The principal activity of the Foundation is to prevent bowel cancer in Australia through education and awareness.

Review of operations and results of operations

Operations resulted in net surplus of \$481,163 for the year ended 30 June 2015. Results for the year are set out on pages 5 to 15 of this report. No income tax is payable.

Significant changes in the state of affairs

There were no significant changes in the Foundation's state of affairs during the reporting period.

Matters subsequent to the end of the financial year

No matter or circumstances has arisen since 30 June 2015 that has significantly affected, or may significantly affect:

- a) the Foundation's operations in future financial years, or
- b) the results of those operations in future financial years, or
- c) the Foundation's state of affairs in future financial years.

Likely developments and expected results of operations

This report does not include information on likely developments in the Foundation's operations in and the expected results of operations in future financial years.

Indemnification of officers

During the year, the Foundation paid a premium of \$1,251 (2014: \$1,133) for insurance to indemnify directors and the Foundation. The liabilities insured are legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of the Foundation, and any other payments arising from liabilities incurred by the officers in connection with such proceedings. This does not include such liabilities that arise from conduct involving a wilful breach of duty by the officers or the improper use by the officers of the position or of information to gain advantage for themselves or someone else or to cause detriment to the company. It is not possible to apportion the premium between amounts relating to the insurance against legal costs and those relating to other liabilities.

This report was authorised for issue in accordance with a resolution of the Directors of Jodi Lee Foundation Pty Limited, the trustee for The Jodi Lee Foundation.



Mark Butcher
Chair



Nicholas Lee
Director

Dated 29 September 2015



Auditor's Independence Declaration

As lead auditor for the audit of The Jodi Lee Foundation for the year ended 30 June 2015, I declare that to the best of my knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of The Jodi Lee Foundation during the period.

A handwritten signature in blue ink, appearing to read 'MT Lojszczyk', is written over a faint, light blue circular watermark.

MT Lojszczyk
Partner
PricewaterhouseCoopers

Adelaide
29 September 2015

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FINANCIAL STATEMENTS AND NOTES



Statement of Comprehensive Income

For the year ended 30 June 2015

	Note	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
REVENUE			
Donations		709,696	444,968
Corporate Bowel Screening Program		31,518	90,686
Government grants		2,001,215	491,875
Corporate partnerships		168,250	132,000
Other income		139,786	29,062
Interest income		28,659	23,727
Total revenue		3,079,124	1,212,318
COST OF INITIATIVES AND FUNDRAISING			
Community awareness		2,075,661	501,958
Corporate Bowel Screening Program		110,212	160,667
Research projects		22,500	26,627
Fundraising and events		254,290	135,713
Total cost of initiatives and fundraising		2,462,663	824,965
OPERATING COSTS			
Total operating costs	3	135,298	141,507
SURPLUS FOR THE PERIOD			
Tax expense		-	-
NET SURPLUS/(SHORTFALL) FOR THE YEAR			
Other comprehensive income		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		481,163	245,846

The statement of comprehensive income should be read in conjunction with the accompanying notes.

FINANCIAL STATEMENTS AND NOTES



Statement of Financial Position

As at 30 June 2015

	Note	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
ASSETS			
Current assets			
Cash and cash equivalents	5	836,575	1,387,914
Receivables	6	63,597	3,131
Prepayments		-	2,613
Total current assets		900,172	1,393,658
Non-current assets			
Fixed assets	7	4,869	6,595
Intangible assets	8	9,231	24,086
Total non-current assets		14,100	30,681
Total assets		914,272	1,424,339
LIABILITIES			
Current liabilities			
Payables	9	40,121	46,998
Provisions	10	11,413	2,954
Deferred revenue		50,000	1,051,215
Total current liabilities		101,534	1,101,167
Non-current liabilities			
Provisions	11	8,403	-
Total non-current liabilities		8,403	-
Total liabilities		109,937	1,101,167
NET ASSETS		804,335	323,172
EQUITY			
Opening accumulated funds		323,172	77,326
Net surplus/(shortfall) for the year		481,163	245,846
TOTAL EQUITY		804,335	323,172

The statement of financial position should be read in conjunction with the accompanying notes.

FINANCIAL STATEMENTS AND NOTES



Statement of Changes In Equity

As at 30 June 2015

	<i>Accumulated funds</i> \$	<i>Total equity</i> \$
Balance at 1 July 2013	77,326	77,326
Total comprehensive income	245,846	245,846
Balance at 30 June 2014	323,172	323,172
Total comprehensive income	481,163	481,163
Balance at 30 June 2015	804,335	804,335

The statement of comprehensive income should be read in conjunction with the accompanying notes.

FINANCIAL STATEMENTS AND NOTES



Statement of Cash Flows

As at 30 June 2015

	Note	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
Cash flows from operating activities			
Cash receipts from grants, donations and sponsorship		1,995,637	2,296,881
Cash paid to suppliers and employees		(2,574,388)	(945,910)
Interest received		28,659	23,727
Net cash inflow/(outflow) from operating activities	12	(550,092)	1,374,698
Net cash from investing activities			
Purchase of property, plant and equipment		(1,247)	(6,371)
Net cash (outflow) investing activities		(1,247)	(6,371)
Net cash inflow from financing activities		-	-
Net increase/(decrease) in cash and cash equivalents		(551,339)	1,368,327
Cash and cash equivalents at beginning of the financial year		1,387,914	19,587
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	5	836,575	1,387,914

The statement of financial position should be read in conjunction with the accompanying notes.

Notes to the Financial Statements

For the year ended 30 June 2015

Note 1: Summary of significant accounting policies

The principal accounting policies adopted in the preparation of this financial report are set out below. These policies have been consistently applied throughout the year presented, unless otherwise stated.

a) Capital structure and details

This financial report is prepared for The Jodi Lee Foundation (the Foundation). Jodi Lee Foundation Pty Limited (ABN 22 313 584 765) acts as the trustee for the Foundation and is a company limited by guarantee. The company is registered in South Australia under the *Corporations Act 2001* and is domiciled in Australia.

The Foundation is a trust established to promote the prevention or control of diseases in human beings. It is a charitable institution engaged in activities to prevent bowel cancer in Australia.

The Foundation operates as a health promotion charity as defined by Australian Taxation Office (ATO) rules on Deductible Gift Recipients (DGRs).

The principal place of business of the Foundation is 66A The Parade, Norwood SA 5067.

b) Basis of preparation of the financial report

In the Trustee's opinion, The Jodi Lee Foundation is not a reporting entity because there are unlikely to be any users dependent on general purpose financial reports. This financial report is therefore a Special Purpose Financial Report.

The financial report has been prepared for the sole purpose of complying with the Trust Deed (1 July 2011) requirements to prepare and distribute a financial report to the Trustee, the *Australian Charities and Not-for-profits Commission Act (Cth)* (ACNC Act 2012), the *Fund Raising Act 1998 (VIC)*, the *Charitable Fundraising Act 1991 (NSW)* and the *Charitable Fundraising Regulations 2008 (NSW)*, and may not be suitable for another purpose.

The report has been prepared in accordance with the recognition and measurement principles of all applicable Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board. It contains the disclosures that are considered necessary to meet the needs of the Trustee.

New standards and amendments applied by the Foundation from the financial year beginning 1 July 2014 have not significantly affected the amounts recognised in the financial report.

The Foundation has not elected to apply any pronouncements before their operative date in the financial year beginning 1 July 2014.

The report has been prepared under the historical cost convention unless otherwise stated.

The accounting policies have been consistently applied throughout the period.

c) Revenue recognition

Revenue is recognised when the Foundation is legally entitled to the income and the amount can be quantified with reasonable accuracy. Revenues are recognised net of the amounts of Goods and Services Tax (GST) payable to the ATO.

Donations collected are recognised as revenue when the Foundation gains control, economic benefits are probable and the amount of the donation can be measured reliably. Income is measured at the fair value of the consideration received or receivable.

No amounts are included in the financial report for donations in kind.

d) Grant revenue

Grants are recognised at their fair value when there is reasonable assurance that the grant will be received and the Foundation will comply with all associated conditions. Grant revenue is deferred and only recognised in the statement of income and expenditure in the period necessary to match the grant revenue to the costs it is intended to compensate.

e) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to a particular category they have been allocated to activities on a basis consistent with use of the resources.

Operating expenses are those incurred in connection with administration of the Foundation and compliance with constitutional and statutory requirements.

f) Taxation

Income tax

The Foundation is a charitable institution for the purposes of Australian taxation legislation and is therefore exempt from income tax. This exemption has been confirmed by the ATO. The Foundation holds deductible gift recipient status.

Goods and services tax

Revenues, expenses and assets are recognised net of GST except where the amount of GST incurred is not recoverable from the ATO, in which case it is recognised as part of the cost of acquisition of an asset or as part of an item of expense.

Receivables and payables are recognised inclusive of GST.

The net amount of GST recoverable from or payable to the ATO is included as part of receivables or payables.

g) Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand, short-term deposits with an original maturity of three months or less.

FINANCIAL STATEMENTS AND NOTES

Notes to the Financial Statements (CONTINUED)

For the year ended 30 June 2015

h) Receivables

Receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade receivables are generally due for settlement within 14 days.

Collectability of trade receivables is reviewed on an ongoing basis. Receivables known to be uncollectible are written off by reducing the carrying amount directly.

i) Prepayments

Amounts paid for goods or services are capitalised to the statement of financial position when it is probable that future economic benefits associated with the prepayment amount will flow to the Foundation. Amounts are expensed to the statement of income and expenditure as or when the goods or services have been received.

j) Fixed assets

Fixed assets are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Foundation and the cost of the item can be measured reliably.

All other repairs and maintenance are charged to the statement of income and expenditure during the reporting period in which they are incurred.

Depreciation on fixed assets is calculated using the straight-line method to allocate their cost over their estimated useful lives as follows:

Office & computer equipment	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.

k) Intangible assets

Intangible assets represent website development costs incurred in developing products or systems and also costs incurred in acquiring software and licenses that will contribute to future period financial benefits through revenue generation or cost reduction are capitalised as intangible assets. Costs capitalised include external direct costs of materials and consulting services on time spent to develop the website. Amortisation is calculated on a straight-line basis over expected useful lives as follows:

Website development costs	4 years
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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.

l) Creditors and accruals

These amounts represent liabilities for goods and services provided to the Foundation prior to the end of financial year that are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

m) Deferred revenue

Grants are recognised as deferred revenue until such time as the costs the grant is intended to compensate are incurred. Accordingly, the recognition of grant revenue in the profit and loss statement is matched to the period the costs are incurred.

n) Provisions

The liability for accumulated annual leave is recognised as a current provision. Management expects accumulated annual leave to be settled within 12 months after the end of the financial year. The liability for long service leave is recognised as a non-current provision. Provisions are measured at the amount expected to be paid when the liability is settled.

o) Comparative financial information

Comparative information disclosed in this financial report is for the year ended 30 June 2014.

FINANCIAL STATEMENTS AND NOTES

Notes to the Financial Statements (CONTINUED)

For the year ended 30 June 2015

Note 2: Critical accounting estimates

The preparation of financial reports requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in applying the Foundation's policies. For the year ended 30 June 2015, the Directors are not aware of any areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates significant to the financial report.

Note 3: Operating costs

Net surplus/(shortfall) for the year includes the following operating costs:

	Note	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
Communications		4,620	5,570
Consultants		6,757	15,626
Depreciation		17,828	16,738
Insurance		3,108	1,688
Other		2,734	4,532
Printing and stationery		2,292	2,266
Rent and on-costs		26,402	22,478
Repairs and maintenance		417	3,768
Salary	3a	68,309	66,801
Subscriptions		2,831	2,040
Total operating costs		135,298	141,507

Note 3(a): Allocation of salaries

Total salaries have been allocated according to function as follows:

	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
Salary attributable to initiatives and fundraising	462,014	336,608
Salary attributable to operating costs	68,309	66,801
Total salary expenses	530,323	403,409

FINANCIAL STATEMENTS AND NOTES



Notes to the Financial Statements (CONTINUED)

For the year ended 30 June 2015

Note 4: Key management personnel disclosure

Key management personnel of the Foundation are:

- Nicholas Lee, Founder & CEO
- Tiffany Young, Co-Founder & Business Director

a) Key management personnel compensation

	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
Key management personnel compensation	295,098	278,136

b) Transactions with key management personnel

There were no transactions or outstanding balances relating to key management personnel during the year ended 30 June 2015 (or the year ended 30 June 2014) other than compensation noted in note 4(a) above.

Note 5: Current assets – Cash and cash equivalents

	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
Cash at bank and in hand	836,575	1,387,914
Total cash and cash equivalents	836,575	1,387,914

Note 6: Current assets – Receivables

	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
Trade receivables	63,597	1,610
Accrued revenue	-	1,521
Total receivables	63,597	3,131

FINANCIAL STATEMENTS AND NOTES

Notes to the Financial Statements (CONTINUED)

For the year ended 30 June 2015

Note 7: Non-current assets – Fixed assets

	<i>Office & computer equipment</i> \$	<i>Total</i> \$
At 30 June 2014		
Cost	10,857	10,857
Accumulated depreciation	(4,262)	(4,262)
Net book value	6,595	6,595
At 30 June 2015		
Cost	12,104	12,104
Accumulated depreciation	(7,235)	(7,235)
Net book value	4,869	4,869

Note 8: Non-current assets – Intangible assets

	<i>Website development costs</i> \$	<i>Total</i> \$
At 30 June 2014		
Cost	59,422	59,422
Accumulated amortisation and impairment	(35,336)	(35,336)
Net book value	24,086	24,086
At 30 June 2015		
Cost	59,422	59,422
Accumulated amortisation and impairment	(50,191)	(50,191)
Net book value	9,231	9,231

FINANCIAL STATEMENTS AND NOTES



Notes to the Financial Statements (CONTINUED)

For the year ended 30 June 2015

Note 9: Current liabilities – Payables

	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
Creditors	50,909	10,346
GST payable	(34,684)	16,337
Payroll liabilities	23,896	20,315
Total payables	40,121	46,998

Note 10: Current liabilities – Provisions

	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
Employee benefits	11,413	2,954
Total current provisions	11,413	2,954

Note 11: Non-current liabilities – Provisions

	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
Employee benefits	8,403	-
Total non-current provisions	8,403	-

FINANCIAL STATEMENTS AND NOTES

Notes to the Financial Statements (CONTINUED)

For the year ended 30 June 2015

Note 12: Reconciliation of net surplus/(shortfall) for the year to net cash flows from operating activities

	Year ended 30 June 2015 \$	Year ended 30 June 2014 \$
Net surplus/(shortfall) for the year	481,163	245,846
Depreciation and amortisation of assets	17,828	16,738
Change in operating assets and liabilities		
(Increase)/decrease in receivables	(60,466)	605,334
(Increase)/decrease in prepayments	2,613	(543)
Increase/(decrease) in creditors and accruals	(6,877)	(53,756)
Increase/(decrease) in provisions	16,862	2,954
Increase/(decrease) in deferred revenue	(1,001,215)	558,125
Net cash inflow/(outflow) from operating activities	(550,092)	1,374,698

Note 13: Subsequent events

The Directors have determined that no material events have occurred after balance date that requires adjustment or disclosure within this financial report.

STATEMENT BY THE DIRECTORS

For the year ended 30 June 2015

As stated in Note 1(b) to the financial report, the Director of the Trustee have determined that the Foundation is not a reporting entity and that this special purpose financial report should be prepared in accordance with applicable Australian Accounting Standards.

In the opinion of the Directors:

- a) The financial report and the notes are in accordance with accounting policies described in Note 1,
- b) The financial report presents fairly the Foundation's financial position as at 30 June 2015 and of its performance the year ending on that date, and
- c) There are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable.

This statement is made in accordance with a resolution of the Directors of the Trustee.



Mark Butcher
Chair



Nicholas Lee
Director

Dated 29 September 2015



Independent auditor's report to the members of The Jodi Lee Foundation

Report on the financial report

We have audited the accompanying financial report, being a special purpose financial report of The Jodi Lee Foundation (the Foundation), which comprises the statement of financial position as at 30 June 2015, the statement of 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 Foundation are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act 2012), *VIC Fundraising Act 1998*, *NSW Charitable Fundraising Act 1991*, *NSW Charitable Fundraising Regulations 2008*, the *Trust Deed* (1 July 2011) and is appropriate to meet the needs of the members.

The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that 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 whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation 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 entity'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.

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29 September 2015

Basis for Qualified Opinion

Cash from donations and other fundraising activities amount to \$14,940. The directors of the Trustee have determined that it is impracticable to establish control over the collection of revenue from these sources prior to entry into its financial records. Accordingly, as evidence available to us regarding revenue from cash donations and other fundraising activities was limited, our audit procedures with respect to revenue from these sources had to be restricted to the amounts recorded in The Jodi Lee Foundation's financial records. As a result, we are unable to express an opinion as to whether revenue from cash donations and other fundraising activities is complete.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report of the Jodi Lee Foundation has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the foundation's financial position as at 30 June 2015 and of its financial performance and cash flows for the year ended on that date; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1, the *Trust Deed*, and Division 60 the *Australian Charities and Not-for-profits Commission Regulation 2013*.

We have also audited the financial report as required by Section 32 of the *VIC Fundraising Act 1998* and Section 24(2) of the *NSW Charitable Fundraising Act 1991*. In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph:

- (a) The financial report and associated records have been properly kept, during the financial year ended 30 June 2015, in accordance with:
 - (i) section 32(4) (a-c) of the *VIC Fundraising Act 1998*;
 - (ii) sections 20(1), 22(1-2) and 24(1-3) of the *NSW Charitable Fundraising Act 1991*; and
 - (iii) sections 9(6) and 10 of the *NSW Charitable Fundraising Regulations 2008*.
- (b) Money received as a result of fundraising appeal activities conducted by the Foundation during the financial year ended 30 June 2015 has been properly accounted for and applied in accordance with the above mentioned Act and Regulations.

Basis of accounting and restriction on distribution and use

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012*, *VIC Fundraising Act 1998*, *NSW Charitable Fundraising Act 1991*, *NSW Charitable Fundraising Regulations 2008* and the *Trust Deed (1 July 2011)*. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the members of The Jodi Lee Foundation.



29 September 2015

Matters relating to the electronic presentation of the audited financial report

This auditor's report relates to the financial report of the Foundation for the year ended 30 June 2015 included on the company's web site. The company's directors are responsible for the integrity of company's web site. We have not been engaged to report on the integrity of this web site. The auditor's report refers only to the financial report named above. It does not provide an opinion on any other information which may have been hyperlinked to/from the financial report. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this website.


PricewaterhouseCoopers


M T Lojszczyk
Partner

Adelaide
29 September 2015