

Thomas Kelly Youth Foundation Limited
(A Company Limited By Guarantee)

A.B.N 61 161 682 962

General Purpose Financial Report
30 June 2016

Financial Report
For the year ended 30 June 2016

CONTENTS	Page
Company Particulars	3
Directors' Report	4
Auditor's Independence Declaration	15
Statement of Comprehensive Income	16
Statement of Financial Position	17
Statement of Changes in Equity	18
Statement of Cash Flows	19
Notes to the Financial Statements	20
Directors' Declaration	28
Independent Auditor's Report	29

Thomas Kelly Youth Foundation Limited
A.B.N 61 161 682 962

Company Particulars
For the year ended 30 June 2016

Directors

David Anstee (appointed 23 June 2016)
Philip Crawford (Chair) (appointed 27 July 2015 resigned 23 June 2016)
Professor Gordian Fulde (resigned 8 April 2016)
Justin Hind (appointed 27 July 2015 resigned 23 June 2016)
Kathy Kelly (appointed 11 July 2016)
Ralph Kelly (appointed 17 December 2012)
Mark Langsworth (appointed 23 June 2016)
Geoff Lucas (appointed 23 June 2016)
Simon McGrath (appointed 23 June 2016)
Ian Penman (appointed 23 June 2016)
Patricia O'Rourke (appointed 27 July 2015 resigned 23 June 2016)
Steve Parberry (appointed 27 July 2015 resigned 23 June 2016)
Guy Reynolds (resigned 22 March 2016)

Secretary

Mr. Justin Hind

Registered Office in Australia

C/O Henry Davis York
44 Martin Place
Sydney NSW 2000
AUSTRALIA

Principal Place of Business

133 Osborne Road
Burradoo NSW 2576

Auditors

PricewaterhouseCoopers
Chartered Accountants
GPO Box 2650
Sydney NSW 1171

Bankers

Westpac Banking Corporation
319-323 Bong Bong Street
Bowral NSW 2576

Directors' Report
For the year ended 30 June 2016

The Directors present their report, together with the financial statements of the Thomas Kelly Youth Foundation Limited (the 'Company' or the 'Foundation') for the year ended 30 June 2016.

1. Directors

The following persons were Directors of the Thomas Kelly Youth Foundation ('TKYF') during the financial year and up to the date of the report, unless otherwise shown:

David Anstee (appointed 23 June 2016)

Philip Crawford (Chair) (appointed 27 July 2015 resigned 23 June 2016)

Professor Gordian Fulde (resigned 8 April 2016)

Justin Hind (appointed 27 July 2015 resigned 23 June 2016)

Kathy Kelly (appointed 11 July 2016)

Ralph Kelly (appointed 17 December 2012)

Mark Langsworth (appointed 23 June 2016)

Geoff Lucas (appointed 23 June 2016)

Simon McGrath (appointed 23 June 2016)

Ian Penman (appointed 23 June 2016)

Patricia O'Rourke (appointed 27 July 2015 resigned 23 June 2016)

Steve Parberry (appointed 27 July 2015 resigned 23 June 2016)

Guy Reynolds (resigned 22 March 2016)

2. Principal activities

The company is a not for profit registered charitable institution established and located in Australia. The company was formed on 17 December 2012 to raise funds to foster a more responsible drinking culture and ultimately a safe and healthier community.

The principal activity of the Company is the promotion of the prevention or the control of human behaviour that is harmful or abusive to human beings, including but not restricted to behaviour arising from substance abuse relating to alcohol consumption. The Company has adopted a strategy of raising community awareness, facilitating community support programs, and contributing to the formation of government programs and industry practice.

Directors' Report (continued)
For the year ended 30 June 2016

3. Long Term Objective

The 2014-2015 strategy plan and mission have been reviewed and the board has updated the Foundation mission, developed 2017 milestones and 5 year outcomes. The Foundation's long term objective "to get our kids home safely" has been amended "to get our youth home safely".

4. Key Strategies

The Foundation's 2014-2015 key strategic priorities identified the Foundation's mission as driving behavioural change in our communities, families, youth and sport and influencing reform. The Thomas Kelly Youth Foundation values remain unchanged and are to be:

- inclusive
- courageous
- respectful and
- never give up.

The strategic 2014-2015 priorities of the Foundation have been reviewed with the following 5 year outcomes and 2017 milestones adopted.

5 Year Outcomes

The 5-year Foundation outcomes are:

- Take Kare program is owned by the community
- the Foundation will influence safe behaviour of young people
- the development of a national network of Take Kare Safe Spaces and volunteers
- the media are positive champions
- an evidence based thought leader organisation
- becoming the governments' sought after partner
- a well-resourced and sustainable organisation

2017 Milestones

The 2017 Foundation milestones are:

1. Publish a well-researched and credential based report on the economic benefits of "Getting our youth home safely"
2. Form an effective communications capability driving positive and relevant messaging
3. All leaders have messaging, values training and tool kit
4. A voluntary external clean audit of TKYF governance
5. Three new Take Kare Safe Spaces operating successfully
6. Develop an education framework, and identify target partners with one pilot underway
7. Quarterly meetings with TK community with 80% attendance
8. A defined five-year sustainable business model
9. Expand the organisation to drive strategic agenda and raised minimum \$1.0M
10. Secure a partnership with NSW Health

Directors' Report (continued)
For the year ended 30 June 2016

5. Explanation of how business activities helped meet key objectives

The principal object of the Foundation is to lead social change that rejects violence and other anti-social behaviour and supports a responsible drinking culture. The Foundation continues to raise community awareness and actively seeks opportunities to contribute to the welfare of the general community, government programs and industry practice.

In pursuing the principal object, the Foundation engages in the following principal activities:

- Provision of Take Kare Safe Space programs in Sydney in both Town Hall and Kings Cross serviced by St John Ambulance;
- raising funds to support the development and expansion of Take Kare ('TK') initiatives including Take Kare Safe Space programs and Take Kare educational programs;
- the development of a research partnership with the University of NSW to evaluate the community benefits of the Take Kare Safe Spaces
- raising community awareness through presentations to various community groups and media platforms
- pursuing improved community support outcomes for victims of violence
- maintaining an interactive social media platform to engage with the youth and general community
- maintain a public fund, the sole purpose of which is to receive all gifts of money or property for the objectives; and
- do all things as are incidental or conducive to the attainment of any or all the objectives.

There were no significant changes in the nature of these principal activities during the year.

6. Measurement of performance

The Foundation engaged in a number of activities in the 2015/2016 financial year that have achieved positive outcomes that have contributed to the pursuit of the principal object. A summary of these activities is listed below:

- From inception to 30 June 2016 Take Kare Safe Space programs supporting nightlife in Sydney assisted 20,829 people to get home safely. The following incident is one example of the numerous interventions by Take Kare Ambassadors (TKAs'). TKAs' were alerted by a member of the public to a woman on George St who appeared extremely intoxicated. A male was standing nearby trying to grab her and take her with him while passing her money. TKAs' intervened and told him to leave or police would be called. They then helped walk the girl away from the man to safety. The woman didn't want to go to the safe space so the team then escorted her to the train station once they were confident that she was capable of getting home safely. (20 May 2016)
- During the final quarter of 2016 the Foundation negotiated with The Salvation Army to move the Take Kare Safe Space programs to St John Ambulance. As a service provider, St John Ambulance provides a better fit with volunteers able to access First Response Training and use this training whilst roving.
- \$400,000 raised for the Take Kare Safe Space programs of which \$200,000 was paid directly by funding partners to the Salvation Army.

Directors' Report (continued)
For the year ended 30 June 2016

6. Measurement of performance (continued)

- The Foundation participated in and completed The Growth Project, a one-year leadership development course for Not-For-Profits.
- The Take Kare Safe Space program was a Finalist in the NSW 2015 Volunteer Awards held on 11 September 2015.
- The Thomas Kelly Youth Foundation Gala Dinner Event was held on 16 September 2015.
- The Foundation presented at Ted-Ex Macquarie University on 26 September 2015.
- Ralph Kelly and Kathy Kelly participated in 60 Minutes – “Heroes” 10-12 November 2015 which was televised on 13 December 2015.
- Take Kare Safe Space New Year’s Eve (December 31st 2015) featured on Channel 9 “A Current Affair”.
- The Foundation presented with the Conviction Group (Men’s Health) on 11 March 2016.
- A memorandum of understanding was signed on 14 March 2016 with the University of NSW as a partnership to research and evaluate the community benefits of the Take Kare Safe Spaces.
- The Foundation presented at Pittwater House School on 17 March 2016.
- A Take Kare Volunteers Dinner was held on 11 May 2016 in Newtown.
- The Foundation presented at the Tangara School for Girls on 13 May 2016.
- The Foundation participated in the NSW Wales Police **Community Awareness of Policing Program** (CAPP) weekend held on 19 – 22 May 2016.
- The Foundation presented to the NSW Police Force Marine Area Command – including all NSW State Commanders on 25 May 2016.
- The Financial Hardship Program developed to support victims of violence was announced by the Department of Justice on 29 May 2016. This program was a direct result of the Foundation continually raising awareness through various government channels of the financial plight of victims and victims’ families affected by violence.
- The Foundation sought the recruitment of directors with specialist expertise. These directors were appointed 23 June 2016.

7. Trading results

The loss from ordinary activities for the Company for the year ended 30 June 2016 after income tax expense was \$37,247 (2015: profit of \$49,670).

Directors' Report (continued)
For the year ended 30 June 2016

8. Review of operations

In the opinion of the directors, the results of the operations of the Company for the year ended 30 June 2016 were not affected by any item, transaction or event of a material or unusual nature. The directors note that two of the four Foundation Take Kare Safe Space funding partners paid the service provider directly. The City of Sydney paid \$100,000 directly to The Salvation Army. The Department of Justice paid \$100,000 directly to The Salvation Army.

9. Changes in the state of affairs

The following significant changes have occurred during the financial year:

1. The Salvation Army was the service provider for Take Kare Safe Spaces up until 30 June 2016. The Thomas Kelly Youth Foundation has contracted St John Ambulance as the new service provider effective 1 July 2016 to 30 June 2018.
2. Up until 23 June 2016 the board operated with generalist director positions. A number of board roles were refreshed on 23 June 2016 with new board directors appointed to specific roles of the Foundation.
3. The advisory board was refreshed on 23 June 2016 with the appointment of advisers who bring specialist skills that better align with the future directions of the Foundation.
4. Effective 1 July 2016 Ralph Kelly no longer receives a salary from the Foundation.

10. Dividends

No dividends have been paid, declared or recommended since the company's incorporation.

11. Information on directors

Ian Penman

Chairperson / Director of Risk

Ian has had a long and successful career in the IT industry at IBM, Compaq and at Volante, a publicly listed company. Ian brings a wealth of international and domestic experience to the TKYF including 16 years as CEO and an incredible track record of strategic corporate development. During Ian's stewardship of Compaq in the APAC region, he built a company from one employee to 2860 employees with revenues of \$1.6 Billion and exceptional profitability. His expertise in building complex organizations, executive teams, exceeding stakeholder expectations and the management of risk will be invaluable to the internal review and transition of the Thomas Kelly Youth Foundation. Ian's expertise will also enable the provision of sound advice in repositioning, strategy and finance.

Mark Langsworth

Deputy Chairperson / Director of Governance

Mark is an experienced Banking and Finance senior executive and business originator who has been active on the Australia financial markets for over 25 years. Mark's roles have encompassed, risk management, sales and distribution, origination, product development and strategic planning. He has the ability to drive business initiatives and has extensive strategic management experience in the finance industry and as well as positioning capabilities and product strengths. Mark's extensive risk management experience will prove invaluable in his role as Director of Governance.

11. Information on directors (continued)

David Anstee

Director of Marketing, Fundraising and Sponsorship

David Anstee is co-founder of rapporr and is a seasoned founder with CEO experience across the start-ups, media and technology sectors. He founded and sold two media and communications businesses to establish Australia's 2nd largest direct advertising agency. He's an active advisor, mentor and consultant focusing on innovation, creativity and business acceleration. Entrepreneurism is a bit of a buzz phrase in some circles, but David walks the talk in that department, as is evidenced in the fascinating story of the genesis and development of his current start-up, rapporr.

Very early in his professional career David worked with American Express, he then founded what was to become a leading Direct Response Advertising and Communications Group, with prestigious clients including American Express, British Airways and St George Bank. Selling the business to McCann Erickson, David led the combined agency to become the country's 2nd largest. David later founded a new start-up, MMI, which he built to become a leading provider of customer loyalty services running British Airways Frequent Flyer program. David's highly successful track record in start-ups and entrepreneurship along with his innovative approach will complement the repositioning of the TKYF.

Kathy Kelly

Founder Thomas Kelly Youth Foundation

Director of Educational Programs

Kathy Kelly is the mother of Thomas. Kathy is an advocate for behavioural change in the community, harm reduction and the provision of social support for victims of violence. She sees communication, prevention and education as key platforms supporting the drive for social change. Kathy is able to provide powerful advocacy for the Foundation as she engages with people from across the community, communicates social issues from the heart and motivates action to create change. She is a firm believer in the need to take a pro-active approach to exploring and implementing strategies for harm reduction. Kathy is passionate about education as she sees social change and behavioural change as being interwoven into core social knowledge and values.

Ralph Kelly

Founder Thomas Kelly Youth Foundation

CEO, Director of Foundation Operations, Initiatives, Sponsorship and Relationships

Ralph Kelly is the father of Thomas. Initially with the support of a friend and then as CEO of the Thomas Kelly Youth Foundation, Ralph has pro-actively campaigned for behavioural change in the community, social support for victims of violence as well as violence protection. This has resulted in the provision of Take Kare Safe Spaces in the Sydney CBD, Dept. of Justice and a soon to be implemented UNSW research study of the Safe Space programs. Notably the Take Safe Space program has recorded a total of 17,304 incidents of assistance between December 2014 and April 2016. Ralph continues to oversee Take Kare program initiatives, day to day operations and relationship management of all stakeholders.

Directors' Report (continued)
For the year ended 30 June 2016

11. Information on directors (continued)

Geoff Lucas

Director of Finance

Geoff is an experienced professional CEO with specific career skills in working with and delivering exceptional results for growth oriented founders of successful companies. With over 25 years commercial experience from a background in accounting, finance and financial services, Geoff specialises in developing and executing strategies for growth in successful companies with experience in both private and public listed companies. Currently engaged in the Australian real estate profession as Chief Operating Officer for McGrath Group, who achieve over \$12 billion in annual residential sales. Geoff has lead companies engaged in the venture capital, wine, tourism, software development and financial services sectors requiring commercial rigour and the development of a professional leadership team. Geoff also has an impressive track record in providing corporate advice to small to medium enterprises on growth options.

Simon McGrath

Director of Strategy

Simon joined Accor Hotels in 2005 as General Manager, Sofitel Reef Casino Cairns and was later appointed Regional General Manager, overseeing all hotel operations in Northern Australia and Western Australia. In December 2006 Simon was appointed to the position of Vice President Australia responsible for all Accor's Australian hotels and in May 2012 Simon was promoted to the role of Chief Operating Officer for Accor Hotels Pacific. In his role as the Chief Operating Officer of Accor Hotels in the Pacific Simon currently oversees the operation of 250 hotels, employing 11,000 employees with annual revenue of over 1.6 billion. Simon currently sits on a number of Boards including Tourism and Transport Forum (TTF), Accommodation Association of Australia (AAA), Blue Mountains International Hotel Management School and Genesis Care.

Simon brings great depth of experience to his role in Strategy and Finance as well as excellent input into our community programs. Simon has played a major advocacy role in advancing Indigenous employment in hospitality and wider economic employment. He has also championed and taken a lead role to greatly improve gender diversity in the tourism sector. Simon has been recognised for his contribution to the hospitality industry with numerous company and individual awards of excellence. He was awarded Australasian Hotelier of the Year 2009 in the HM (Hotel Management Awards) and Accor Hotels was named Best Accommodation Chain 2013 also at the HM (Hotel Management) Awards. In addition, Simon received a Gold Bernache - the highest accolade for Accor Hotels globally - for Performance in 2012.

Directors' Report (continued)
For the year ended 30 June 2016

12. Information on committees

Audit and Risk Committee

The audit and risk committee will assist the board in exercising its authority and effective discharge of its authorities for statutory reporting, internal control systems, risk management systems, insurance and legal proceedings, and the internal and external audit functions.

Members

Mark Langsworth

Ian Penman

Finance Committee

The finance committee will assist the board in exercising its authority and effective discharge of its authorities for by providing advice and guidance on issues affecting the financial strategy. The finance committee will ensure financial controls are in place, review and monitor expenditure on a monthly basis, and report income and expenditure against annual budget.

Members

Ian Penman

Mark Langsworth

Geoff Lucas

13. Information on advisory board

To bring specialist skills to the programs and operations of the TKYF and provide non-binding strategic advice through an informal and flexible process.

Elizabeth Broderick AO

Legal and Violence against Women

Elizabeth has brought together captains of industry, governments and Defence Force chiefs to address gender inequality in Australia and beyond. As Australia's longest serving Sex Discrimination Commissioner (2007-2015), Elizabeth worked tirelessly to break down structural and social barriers faced by women and men, and to promote gender equality. A key advocate for Australia's paid parental leave scheme, Elizabeth influenced changes to regulations to increase the numbers of women at decision-making level, and to elevate the voices of women in marginalised communities. She also established and convenes the globally recognised 'Male Champions of Change' strategy, enlisting a 'who's who' of powerful male leaders to tackle workplace gender inequality. Her review into the treatment of women in the Australian Defence Force led to sweeping cultural reforms. She is a powerful and influential voice in the struggle for gender equality, enlisting both women and men as agents of change.

Directors' Report (continued)
For the year ended 30 June 2016

13. Information on advisory board (continued)

Elizabeth is Special Advisor to the Executive Director of UN Women on Private Sector Engagement, and Global Co-Chair of UN Global Compact's Women's Empowerment Principles Leadership Group. She is a member of the Australian Defence Force Gender Equality Advisory Board, the Australian Rugby Union Board, and formerly a member of the World Bank Gender Advisory Council. She is Senior Advisor to the Australian Federal Police Commissioner on cultural change. In 2016 Elizabeth was appointed an Officer of the Order of Australia and was named 2016 NSW Australian of the Year. She holds Honorary Doctorates of Law from the University of Sydney, University of New South Wales, and the University of Technology Sydney.

Howard Brown

Community Programs (Victims of Violence)

Howard is a 61 year-old failed legal student who after studying Law for six years found himself unable to pass the subject of Taxation. He then became a Private Investigator and was working as same in 1988 when one of his friends was murdered. It was at this point that Howard realised that what he had learned at Law School was not really accurate and that there was no real protection for Victims of Crime. Howard attended the inaugural meeting of VOCAL and became a member and went straight onto the committee, in 1989. Howard then established the Sydney arm of the Victims of Crime Assistance League (Vocal) in 1991.

Howard is a member of the Victims Advisory Board, NSW Sentencing Council, and the DNA Review Panel. He provides assistance to Homicide Victims Support Group, Enough is Enough, Mission Australia, Stacsa (stand together against Sexual Abuse) Gunnedah, Homicide Victims Association. He has also held the positions of President, Vice-President of VOCAL Hunter, and is a Life Member.

Howard is a Victims Advocate for Victims of Crime before the Mental Health Review Tribunal and NSW Parole Authority. He is also engaged in restorative justice programs through The Department of Juvenile Justice and was involved as a Victims representative in the trial of the Forum Sentencing Scheme out of Liverpool Court. Howard is now working with Burwood Court as the rollout of Forum Sentencing is extended to that court. Howard was awarded the Order of Australia Medal in June of 2004 for his work with Victims of Crime. In 2011 Howard was made an Honorary Fellow of the University of New South Wales for his work with the University and for Victims of Crime.

Professor Peter Miller

Research Partnerships and Community Programs

Peter Miller is Professor of Violence Prevention and Addiction Studies at the School of Psychology, Deakin University. Peter has recently completed three of the largest studies ever conducted into licensed venues, comparing 11 Australian cities (and Wellington, NZ) over 5 years and talking to more than 15,000 patrons. Peter has edited one book and has over 100 peer-reviewed articles as well as numerous government reports.

Directors' Report (continued)
For the year ended 30 June 2016

13. Information on advisory board (continued)

Peter's current projects include: an Australia Research Council Linkage grant in collaboration with the Cancer Council and the Foundation for Alcohol Research and Education (FARE) to investigate the role of vested interests such as the tobacco, alcohol and gambling in preventing effective health policy; Drug and Alcohol intoxication and Subsequent Harm in night-time Entertainment Districts (DASHED), examining the relationship between alcohol consumption, intoxication, substance use, crime and other risky behaviour in and around licensed premises in Canberra and Hobart; Alcohol and Drug Involvement in family and Domestic Violence in Australia (ADIVA), focusing on alcohol and other drug (AOD) - related violence and the impact of different police responses on recidivism rates; and an ARC Discovery project evaluating risk-based licensing (RBL) schemes for the sale of alcohol at on-licensed premises in Australia. Peter is also working with eight Emergency Departments across Australia on systematic screening of alcohol-related harm including a public health intervention identifying the sources of alcohol which drive emergency department attendances.

14. Member's guarantee

In accordance with the company's constitution, if the company is wound up during the time of a Member's membership or within one year afterwards, each member undertakes to contribute to the assets of the Company for payment of:

- (a) debt and liabilities of the Company contracted before the Member's membership ceases;
- (b) costs, charges and expenses of the winding up of the Company; and
- (c) adjustment of the rights of the contributions amongst themselves, such amount as may be required, but not exceeding \$10.00

15. Events subsequent to balance date

In the opinion of the directors, there are no other matters or circumstances that have arisen since the end of the financial period which are not otherwise dealt with in this report, that have significantly affected or may significantly affect the operations of the Company, the results of those or the state of affairs of the company in subsequent financial periods.

16. Likely developments and expected results of operations

The directors are not aware of any matter or circumstance that will have had or may have on the operation of the operations of the company, the results of those operations or the state of affairs of the company in subsequent years.

17. Indemnification and insurance of officers and auditors

The Company has not, since the end of the previous financial year, in respect of any person who is or has been an officer or auditor of the Company:

- indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses in successfully defending legal proceedings; or
- paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer for the costs or expenses to defend legal proceedings.

Directors' Report (continued)
For the year ended 30 June 2016

18. Directors benefits

The Directors are not entitled to be paid for their services. Subject to the approval of the Directors, the Directors may be reimbursed for all expenses properly incurred in attending or in connection with their attendance at any meeting of the Company or of the Board or any committee of Directors. Ralph Kelly was employed by the Company up until 30 June 2016 and remunerated accordingly as disclosed in Note 6(b).

19. Related party transactions

Effective 1 July 2016 Ralph Kelly is no longer employed by the company. Ralph Kelly remains a Director of the Company.

20. Auditor's independence declaration

The auditors' independence declaration as required under section 60-40 of the Australian Charities and Not-for-Profit Commission (ACNC) Act 2012 is set out on page 10 and forms part of the Director's report.

This report is made in accordance with a resolution of directors.

On behalf of the directors:



Ralph Kelly
Director

Sydney

Dated: 25th November, 2016



Auditor's Independence Declaration

As lead auditor for the review of Thomas Kelly Youth Foundation Limited for the financial year ended 30 June 2016, 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 review.

A handwritten signature in blue ink that reads 'SJ Hadfield'.

SJ Hadfield
Partner
PricewaterhouseCoopers

Sydney
25 November 2016

Statement of Comprehensive Income
For the year ended 30 June 2016

	Notes	2016 \$	2015 \$
Revenue			
Revenue from members	4	368,329	243,017
Other income	5	197	356
Revenue and other income		<u>368,526</u>	<u>243,373</u>
Expenses			
Fundraising and appeal costs	6(a)	(161,586)	(35,669)
Donations		(107,750)	(7,565)
Administrative expenses		(17,117)	(17,210)
Employee expenses	6(b)	(114,414)	(127,544)
Support costs		(7)	(295)
Security implementation costs		-	(1,037)
Insurance		(4,899)	(4,383)
Total expenses		<u>(405,773)</u>	<u>(193,703)</u>
Net (deficit) / surplus for the period		<u>(37,247)</u>	<u>49,670</u>
Other comprehensive income		-	-
Income tax expense		-	-
Total comprehensive income for the year (after tax)		<u><u>(37,247)</u></u>	<u><u>49,670</u></u>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Thomas Kelly Youth Foundation Limited
A.B.N 61 161 682 962

Statement of Financial Position
As at 30 June 2016

	Notes	2016 \$	2015 \$
Current assets			
Cash and cash equivalents	7	161,943	236,659
Trade and other receivables	8	1,352	4,386
Other current assets	9	3,663	3,633
Total current assets		<u>166,958</u>	<u>244,678</u>
Non-current assets			
Total assets		<u>166,958</u>	<u>244,678</u>
Current liabilities			
Trade and other payables	10	217	40,690
Provision for employee benefits			
Total current liabilities		<u>217</u>	<u>40,690</u>
Non-current liabilities			
Total liabilities		<u>217</u>	<u>40,690</u>
Net assets		<u>166,741</u>	<u>203,988</u>
Equity			
General funds	11	166,741	203,988
Total equity		<u>166,741</u>	<u>203,988</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

Thomas Kelly Youth Foundation Limited
A.B.N 61 161 682 962

Statement of Changes in Equity
For the year ended 30 June 2016

	Accumulated Profits \$	Total \$
Balance at 30 June 2014	154,318	154,318
Total comprehensive income for the year	<u>49,670</u>	<u>49,670</u>
Balance at 30 June 2015	<u>203,988</u>	<u>203,988</u>
Total comprehensive loss for the year	<u>(37,247)</u>	<u>(37,247)</u>
Balance at 30 June 2016	<u>166,741</u>	<u>166,741</u>

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Statement of Cash Flows
For the year ended 30 June 2016

	Notes	2016 \$	2015 \$
Cash flows from operating activities			
Donations and gifts		368,329	243,017
Payments to suppliers and employees		(443,242)	(175,176)
Interest received		197	356
Net cash (outflow) / inflow from operating activities		<u>(74,716)</u>	<u>68,197</u>
Cash flows from investing activities		<u>-</u>	<u>-</u>
Net cash (outflow) from investing activities		<u>-</u>	<u>-</u>
Net (decrease) / increase in cash and cash equivalents		(74,716)	68,197
Cash and cash equivalents at the beginning of the financial year		<u>236,659</u>	<u>168,462</u>
Cash and cash equivalents at the end of the financial year	7	<u><u>161,943</u></u>	<u><u>236,659</u></u>

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

Notes to the Financial Statements
For the year ended 30 June 2016

1. Corporate information

Thomas Kelly Youth Foundation Limited is a company limited by guarantee, incorporated and domiciled in Australia. The company was registered by the Australian Charities and Not-for-profit Commission on 17 December 2012. The nature of the operations and principal activities of the company are described in the directors' report.

2. Basis of preparation

(a) Statement of Compliance

These general purpose financial statements have been prepared in accordance with Australian Charities and Not-for-profits Commission (ACNC) Act 2012, Australian Accounting Standards - Reduced Disclosure Requirements, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial statements were authorised for issue by the Board of Directors on 28 November 2016.

The company is a not-for-profit entity for the purposes of preparing these financial statements.

(b) Basis of measurement

The financial statements are prepared on the historical cost basis. Cost is based on the fair values of the consideration given in exchange for assets.

(c) Functional and presentation currency

The Company financial statements are presented in Australian dollars, which is the Company's functional currency.

(d) Use of estimates and judgements

The preparation of financial statements requires the Directors to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

In the current and prior year, management consider that there were no significant judgements or estimation uncertainties encountered in the preparation of the financial statements.

3. Significant accounting policies

(a) Revenue recognition

Revenue is measured at the fair value of consideration received or receivable. Revenue is recognised net of the amounts of goods and services tax (GST) payable to the Australian Taxation Office.

Notes to the Financial Statements
For the year ended 30 June 2016

3. Significant accounting policies (continued)

(a) Revenue recognition (continued)

(i) Donations

Donations collected, including cash and goods for resale, are recognised as revenue when the company gains control, economic benefits are probable and the amount of the donation can be measured reliably.

(ii) Legacies

Legacies are recognised when the company is notified of an impending distribution or the legacy is received, whichever occurs earlier.

Revenue from legacies comprising bequests of shares or other property are recognised at fair value, being the market value of the shares or property at the date the company becomes legally entitled to the shares or property.

(iii) Government funding

The company's activities are supported by grants received from the federal, state and local governments. Grants received on the condition that specified services are delivered, or conditions are fulfilled, are considered reciprocal. Such grants are initially recognised as a liability and revenue is recognised as services are performed or conditions fulfilled. Revenue from non-reciprocal grants is recognised when the company obtains control of the funds.

(iv) Interest income

Interest income is brought to account when the company's right to receive payment is established. Interest income is brought to account using the effective interest method.

(v) In-kind donations

Facilities donated for fundraising are included at the fair value to the company where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

(b) 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. Premises overheads have been allocated on a floor area basis and other overheads have been allocated on the basis of the head count.

Fundraising costs are those incurred in seeking voluntary contributions by donation and do not include costs of disseminating information relating to the activities carried on by the company.

Support costs are those costs directly incurred in supporting the objectives of the company and include project management carried out by central administration, bank fees and travel expenses.

Research grants are amounts granted to institutions in Australia that specialise in research into reducing alcohol-related violence and anti-social behaviour amongst young people in Australia. Grants are recognised when paid to the institution or when there is an obligation to make payment under a contract.

Notes to the Financial Statements
For the year ended 30 June 2016

3. Significant accounting policies (continued)

(c) Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less where the investment is convertible to known amounts of cash and is subject to insignificant risk of changes in value. For the purposes of the cash flow statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of any outstanding bank overdrafts.

(d) Trade and other receivables

Trade receivables include amounts when the economic right to receive payment is established. Interest is accrued at the reporting date from the time of last payment using the effective interest rate method. Amounts are generally received within 30 days of being recorded as receivables.

Trade 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 30 days. They are presented as current assets unless collection is not expected for more than 12 months after the reporting date.

(e) Trade and other payables

These amounts represent liabilities for goods and services provided to the group prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months from the reporting date. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

(f) Taxation

Income tax

The company 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 Australian Taxation Office. The company holds deductible gift recipient status.

Goods and 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 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 Australian Taxation Office is included as part of receivables or payables.

Cash flows are included in the cash flow statement on a gross basis. The GST component of cash flow arising from investing and financing activities that is recoverable from or payable to the Australian Taxation Office is classified as operating cash flow.

Notes to the Financial Statements
For the year ended 30 June 2016

3. Significant accounting policies (continued)

(g) Employee benefits

(i) Wages and salaries and annual leave

Liabilities for wages and salaries, including non-monetary benefits and annual leave expected to be settled within 12 months of the reporting date are recognised in other payables in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

(ii) Short-term benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus plans if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(iii) Long term employee benefits

The Company's net obligation in respect of long-term employee benefits, other than pension plans, is the amount of future benefit expected to be settled by the company that employees have earned in return for their service in the current and prior periods plus related on-costs.

(h) New accounting standards and interpretations

The Company has changed some of its accounting policies as the result of new and revised accounting standards which became effective for the annual reporting period commencing on 1 July 2015. The new and revised standards adopted by the Company are:

- (i) AASB 9 Financial Instruments and AASB2012-6 Amendments to Australian Accounting Standards - Mandatory Effective Date of AASB 9 and Transition Disclosures (effective from 1 January 2015) address the classification, measurement and derecognition of financial assets and financial liabilities. The application of these new standards does not impact the type of information disclosed in the notes to the financial statements.

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective have not been adopted by the Company for the annual reporting period ended 30 June 2016. The impact of these standards and interpretations has been assessed and to the extent applicable to the Company are discussed below. Standards and Interpretations that are not expected to have a material impact on the Company have not been included.

- (i) AASB 124 Related Party Disclosures (effective from 1 July 2016) addresses the disclosure of related party relationships and transactions, including the identifying outstanding balances and commitments between an entity and its related parties. The Company does not expect that there will be a material impact on its accounting for financial assets and financial liabilities.

Notes to the Financial Statements
For the year ended 30 June 2016

	2016 \$	2015 \$
4. Revenue		
(a) Revenue from fundraising		
Donations (tax deductible)	99,590	108,257
Donations (non-tax deductible)	<u>268,739</u>	<u>134,760</u>
	<u><u>368,329</u></u>	<u><u>243,017</u></u>
	2016 \$	2015 \$
5. Other revenue		
Interest income	<u>197</u>	<u>356</u>
Total other revenue	<u><u>197</u></u>	<u><u>356</u></u>
	2016 \$	2015 \$
6. Expenses		
Profit includes the following specific expenses:		
(a) Fundraising expenses		
Fund raising expenses	132,562	9,000
Administration fees	4,927	4,189
Advertising/brand development	19,523	12,312
Commissions paid	436	5,726
Conference expenses	-	1,141
All other fundraising expenses	<u>4,138</u>	<u>3,301</u>
Total fundraising	<u><u>161,586</u></u>	<u><u>35,669</u></u>
(b) Employee expenses		
Wages and salaries	103,624	114,844
Superannuation	9,347	10,910
Staff amenities	-	-
Total employee expenses	<u><u>114,414</u></u>	<u><u>127,544</u></u>

Notes to the Financial Statements
For the year ended 30 June 2016

	2016 \$	2015 \$
7. Cash and cash equivalents		
Cash at bank	161,943	236,659
	<u>161,943</u>	<u>236,659</u>
	2016 \$	2015 \$
8. Trade and other receivables		
GST receivable	-	2,491
ATO receivable	698	-
PAYG Withholding	654	-
	<u>1,352</u>	<u>2,491</u>
	2016 \$	2015 \$
9. Other current assets		
Prepayments	3,663	3,633
	<u>3,663</u>	<u>3,633</u>
	2016 \$	2015 \$
10. Trade and other payables		
Superannuation payable	-	16,439
PAYG withholding	-	11,752
GST payable	217	-
	<u>217</u>	<u>28,191</u>

Notes to the Financial Statements
For the year ended 30 June 2016

11. Total funds

(a) Movements in funds

Details of the movement in reserves and funds are provided in the Statement of Changes in Equity.

(b) Details of reserves and funds included in the Statement of Changes in Equity.

General funds

The general funds represents the funds of the charity that are not designated for particular purposes.

(c) Members' guarantee

The company is limited by guarantee.

If the Company is wound up during the time of a Member's membership or within 1 year afterwards, each Member undertakes to contribute to the assets of the Company for payment of:

- (i) debts and liabilities of the Company contracted before the Member's membership ceases;
- (ii) costs, charges and expenses of the winding up of the Company; and
- (iii) adjustment of the rights of the contributories amongst themselves, such amount as may be required but not exceeding \$10.00.

	2016	2015
	\$	\$

12. Cash flow information

Reconciliation of net cash outflow from operating activities to profit from ordinary activities after income tax :

Net (deficit) / surplus for the period	(37,247)	49,670
Changes in assets and liabilities		
- Decrease / (increase) in trade and other receivables	3,034	(221)
- (Increase) in other current assets (prepayments)	(30)	(398)
- (Decrease) / increase in trade and other payables	(40,473)	19,146
Net cash (outflow) / inflow from operating activities	(74,716)	68,197

Notes to the Financial Statements
For the year ended 30 June 2016

13. Related parties and related party transactions

(a) Directors' compensation

The directors act in an honorary capacity and receive no compensation for their services in this capacity. During the year \$1,443 (2015: \$1,790) of travel expenses incurred by the directors in fulfilling their role were reimbursed.

The Directors resolved effective 1 December 2013 to enter into an employment agreement with Ralph Kelly, a Director of the Company. The following amounts were paid to Ralph Kelly during the financial period:

	2016	2015
	\$	\$
Short-term employee benefits	103,624	114,844
Post-employment benefits	9,347	10,910
	<u>112,971</u>	<u>125,754</u>

(b) Transactions with director-related entities

During the year, no other payments were made to directors or director related entities. No amounts are payable to or receivable from directors or director-related entities at the reporting date.

14. Economic dependency

The company is dependent upon the ongoing receipt of grants and donations to ensure the continuance of its operations.

15. Auditors' remuneration

The auditors received no remuneration for services provided during the period (2015: nil).

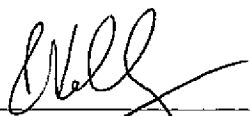
16. Events occurring after reporting date

Except for the above matters disclosed, the directors are not aware of any other matters or circumstances that have occurred since the end of the period that have significantly affected or may significantly affect the operations of the Company, the results for the financial period or state of affairs.

Directors' Declaration
For the year ended 30 June 2016

1. In the opinion of the directors of Thomas Kelly Youth Foundation:
- (a) the financial statements and notes, set out on pages 11 to 22, are in accordance with the Australian
 - (i) complying with Accounting Standards - Reduced Disclosure Requirements, the ACNC Act 2012 and
 - (ii) giving a true and fair view of the Company's financial position as at 30 June 2016 and of its
 - (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when

This declaration is made in accordance with a resolution of the directors.



Ralph Kelly
Director

Sydney

Dated: 25th November, 2016