

Independent Audit Report

To the Members of the Multicultural Communities' Council of SA Inc.

We have audited the accompanying special purpose financial report comprising the Consolidated statement of Income and Expenditure, Balance Sheet and notes to the financial statements of the Multicultural Communities' Council of SA Inc. (MCCSA) for the year ended 30 June 2017. MCCSA's Management Committee is responsible for the financial report and has determined that the accounting policies used are consistent with the reporting requirements of the MCCSA's constitution and are appropriate to meet the needs of the members.

We have conducted an independent audit of the financial report in order to express an opinion to the members of the MCCSA. No opinion is expressed as to whether the accounting policies are appropriate to the needs of the members.

The financial report has been prepared for distribution to members for the purpose of fulfilling the Management Committee's financial reporting requirements under the MCCSA's constitution. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with the accounting policies described in Note 1 to the financial statements. The audit opinion expressed in this report has been formed on the above basis.

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Audit Opinion

In our opinion, the financial report presents fairly in accordance with the accounting policies described in the notes to the financial statements, the financial position of Multicultural Communities' Council of SA Inc. as at 30 June 2017 and the results of its operations for the year then ended.

RANDOLPH ALWIS & CO PTY LTD

Certified Practising Accountants



Randolph R Alwis FCPA
Director

198 Greenhill Road, Eastwood SA 5063
6 October 2017

To the members of the Multicultural Communities Council of SA Inc.

Statement by the Board

The attached financial statements being the Consolidated statement of Income and Expenditure for the year ended 30 June 2017 and the Balance Sheet as at 30 June 2017 have been prepared from a detailed examination of the Council's accounting records.

In the opinion of the Board,

- a) the Consolidated statement of Income and Expenditure presents fairly the results of the Council's operations for the financial year ending 30 June 2017; and
- b) the Balance Sheet presents fairly the state of affairs of the Council as at 30 June 2017.

The order of the financial statements and documents in this report are:

- Independent audit report
- Consolidated statement of Income and Expenditure
- Balance Sheet
- Notes to and forming part of the financial statements

Signed on behalf of the Board on 6 October 2017.



Miriam Cocking
Chairperson



Silvio Iadorola
Treasurer

MULTICULTURAL COMMUNITIES COUNCIL OF SOUTH AUSTRALIA INC.

**CONSOLIDATED STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2017**

	Notes	2017 \$	2016 \$
INCOME			
Grants received	2	979,011	995,855
Membership subscriptions		3,433	1,856
Consultation fees received		46,663	1,428
Interest received		25,033	23,669
Recoveries from projects		72,084	62,430
Hall hire		6,407	3,261
Bus hiring fee		35,566	40,388
Other income		4,883	9,285
TOTAL INCOME		1,173,080	1,138,172
EXPENDITURE			
Audit fees		9,800	8,500
Bank charges		644	1,083
Bookkeeping		3,419	3,290
Cleaning		6,449	4,868
Computer expenses		14,414	-
Consultant fees paid		13,083	1,725
Depreciation		27,980	20,074
Utility expenses		6,918	14,442
Insurance		10,208	-
Interest		49	-
Meetings & conferences		2,862	7,406
Miscellaneous		3,427	3,819
Motor vehicle expenses		1,637	-
Postage & stationery		5,804	4,351
Printing & reproductions		6,701	1,802
Program expenses		19,720	2,001
Project expenditure	3	1,001,314	945,884
Rates & taxes		4,069	9,583
Rent		982	-
Repairs & maintenance		21,971	6,387
Salary & related costs		30,568	37,858
Security		80	-
Service & maintenance of equipment		1,396	680
Staff amenities		1,421	552
Subscriptions		5,898	8,558
Superannuation		1,979	2,424
Telephone & internet		2,296	1,538
Training & development		-	1,209
Travel expenses		4,940	241
TOTAL EXPENDITURE		1,210,029	1,088,275
NET (DEFICIT)/SURPLUS		(36,949)	49,897

The accompanying notes form part of these financial statements

MULTICULTURAL COMMUNITIES COUNCIL OF SOUTH AUSTRALIA INC.

**BALANCE SHEET
AS AT 30 JUNE 2017**

	Notes	2017 \$	2016 \$
MEMBERS' FUNDS			
Retained earnings	13	899,485	936,434
Revaluation reserve	13	658,991	-
TOTAL MEMBERS' FUNDS		1,558,476	936,434
Represented by:			
CURRENT ASSETS			
Cash on hand		500	500
Cash at bank	4	365,092	461,157
Trade and other debtors	5	8,057	6,543
TOTAL CURRENT ASSETS		373,649	468,200
NON CURRENT ASSETS			
Land & buildings	6	1,200,000	505,100
Motor vehicles, plant & equipment	7	117,853	77,321
Investments	8	790,042	768,980
TOTAL NON CURRENT ASSETS		2,107,895	1,351,401
TOTAL ASSETS		2,481,544	1,819,601
CURRENT LIABILITIES			
Grants in advance	2	107,395	60,761
Trade and other payables	9	6,084	14,044
Employees leave entitlements	10	60,585	55,280
Taxes payable	11	20,854	10,368
Superannuation payable		-	14,564
TOTAL CURRENT LIABILITIES		194,918	155,017
NON CURRENT LIABILITIES			
Building maintenance fund	12	600,862	600,862
Bus contingencies fund	12	127,288	127,288
TOTAL NON CURRENT LIABILITIES		728,150	728,150
TOTAL LIABILITIES		923,068	883,167
NET ASSETS		1,558,476	936,434

The accompanying notes form part of these financial statements

MULTICULTURAL COMMUNITIES COUNCIL OF SOUTH AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the reporting requirements of the *Associations Incorporations Act 1985 (SA)*. The Management Committee has determined that the Council is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the *Associations Incorporation Act 1985 (SA)* and the Australian Accounting Standards:

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values, or current valuations of non current assets, unless specifically stated.

Specific accounting policies, consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report and are detailed in the notes below.

MULTICULTURAL COMMUNITIES COUNCIL OF SOUTH AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017**

NOTE 2: GRANTS RECEIVED AND GRANTS IN ADVANCE

	2017	2016
	\$	\$
Grants in advance brought forward	60,761	126,119
Transfer to projects	(60,761)	(126,119)
Project grants for year:		
Administration support	-	909
Age friendly communities	-	29,861
Building upgrade grant	9,546	82,451
Carer's retreat project	36,328	35,862
Community visitor scheme	63,043	62,172
Computer upgrade	20,000	-
Expression sessions	45,236	-
Food from our homeland	30,000	-
Harmony picnic	5,000	-
History	-	13,600
Kickstarter	38,988	39,120
Knowing your rights	35,000	-
Korean art therapy	6,526	-
Learning from each other	2,200	-
Organisational management	-	29,971
Other projects	27,229	20,291
Positive ageing	-	15,787
Reconnect project	230,388	228,852
Sector support and advocacy	188,941	179,997
Successful communities	184,524	141,702
Transport project	163,457	176,041
Grants in advance carried forward	(107,395)	(60,761)
Total grants received	979,011	995,855
Grants in advance carried forward are for the following projects:		
Successful communities	20,000	-
Knowing your rights	20,000	-
Expression sessions	33,568	-
Play Group	1,627	-
Food from our homeland	30,000	-
Learning from each other	2,200	-
Building upgrade grant	-	9,546
Kickstarter	-	38,988
Korean art therapy	-	6,527
Other projects	-	5,700
Total grants in advance	107,395	60,761

These notes should be read in conjunction with the accompanying financial statements

MULTICULTURAL COMMUNITIES COUNCIL OF SOUTH AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017**

NOTE 3: PROJECT EXPENSES

	Salary & related costs \$	Other costs \$	2017 Total \$	Salary & related costs \$	Other costs \$	2016 Total \$
Age friendly communities	-	-	-	-	29,956	29,956
Building upgrade grant	-	23,828	23,828	-	14,264	14,264
Carer's retreat project	4,807	31,524	36,331	-	35,840	35,840
CASSA	-	-	-	6,335	337	6,672
Community visitor scheme	51,185	11,899	63,084	41,362	21,034	62,396
Expression sessions	9,589	2,079	11,668	-	-	-
Harmony picnic	-	11,821	11,821	-	-	-
History	-	-	-	-	14,600	14,600
Industry support & development	-	-	-	-	499	499
Kickstarter	20,301	24,533	44,834	-	131	131
Knowing your rights	-	25,224	25,224	-	-	-
Korean art therapy	3,435	3,985	7,420	-	-	-
Organisational management	-	-	-	4,389	25,807	30,196
Other projects	4,985	20,889	25,874	-	14,183	14,183
Positive ageing	-	-	-	6,913	9,519	16,432
Reconnect project	97,553	132,850	230,403	98,240	130,603	228,843
Sector support and advocacy	134,038	54,995	189,033	106,105	67,919	174,024
Successful communities	90,070	78,254	168,324	82,830	58,875	141,705
Transport project	122,546	40,924	163,470	112,557	63,586	176,143
	538,509	462,805	1,001,314	458,731	487,153	945,884

NOTE 4: CASH AT BANK

	2017 \$	2016 \$
ANZ bill pay A/c	49,629	13,670
ANZ Bank : Payroll Internet A/c	-	1,120
ANZ Electronic Fund Transfer A/c	819	2,000
ANZ Online saver	128,050	-
ANZ Bank V2 Plus A/c	186,594	446,607
	365,092	461,157

These notes should be read in conjunction with the accompanying financial statements

MULTICULTURAL COMMUNITIES COUNCIL OF SOUTH AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017**

NOTE 5: TRADE AND OTHER DEBTORS

	2017	2016
	\$	\$
Trade debtors	7,032	5,813
Other debtors	1,025	730
	8,057	6,543

NOTE 6: LAND AND BUILDINGS

In 2017, a valuation of the property at Gilbert Street was performed by Heron Todd White (South Australia) Pty Ltd. Accordingly, the Council revalued the Gilbert Street property to \$1.2 million.

	2017	2016
	\$	\$
Opening value	505,100	440,796
Additions	35,909	64,304
Revaluation	658,991	-
	1,200,000	505,100

NOTE 7: MOTOR VEHICLES, PLANT AND EQUIPMENT

The cost base of motor vehicles is depreciated over the useful life commencing from the time the vehicles are ready for use.

In prior years items of furniture and computer equipment held by the Council were immediately expensed in the year of purchase. From 2016, furniture and computer equipment purchased by the Council have been reflected in the Balance Sheet and depreciated at the following rates.

Computer equipment – 40%

Plant and equipment – 20%

The motor vehicles, plant and equipment held by the Council are as follows:

	Motor Vehicles	Plant and equipment	Computer Equipment	Total
	\$	\$	\$	\$
Opening net book value	20,013	21,567	35,741	77,321
Additions	-	44,272	30,240	74,512
Depreciation for year	(4,502)	(10,851)	(18,627)	(33,980)
Closing net book value	15,511	54,988	47,354	117,853

MULTICULTURAL COMMUNITIES COUNCIL OF SOUTH AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017**

NOTE 8: INVESTMENTS

	2017	2016
	\$	\$
Term deposits held with Big Sky	481,233	392,678
Term deposit held with ANZ Bank	308,809	301,995
Term deposit held with LABS	-	74,307
	<hr/> 790,042	<hr/> 768,980

NOTE 9: TRADE AND OTHER CREDITORS

	2017	2016
	\$	\$
Trade creditors	4,168	8,084
Refundable deposits	700	100
Credit card – ANZ Bank	1,216	5,860
	<hr/> 6,084	<hr/> 14,044

NOTE 10: EMPLOYEE LEAVE ENTITLEMENTS

	2017	2016
	\$	\$
Provision for long service leave	19,624	21,982
Provision for annual leave	40,838	33,298
WorkCover payable	123	-
	<hr/> 60,585	<hr/> 55,280

NOTE 11: TAXES PAYABLE

	2017	2016
	\$	\$
GST payable	5,948	1,340
PAYG payable	14,906	9,028
	<hr/> 20,854	<hr/> 10,368

NOTE 12: BUILDING MAINTENANCE AND BUS CONTINGENCIES

The Council has kept aside funds which are to be used for future maintenance of the property at Gilbert Street and replacement of dilapidated buses used in the Transport project.

MULTICULTURAL COMMUNITIES COUNCIL OF SOUTH AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017**

NOTE 13: RECONCILIATION OF MEMBERS' FUNDS

	Revaluation reserve	Retained earnings	Total
	\$	\$	\$
Opening balance 1 July 2015	-	886,537	886,537
Net profit for year	-	49,897	49,897
Closing balance 30 June 2016	-	936,434	936,434
Opening balance 1 July 2016	-	936,434	936,434
Net deficit for year	-	(36,949)	(36,949)
Revaluation of land and building	658,991	-	658,991
Closing balance 30 June 2017	658,991	899,485	1,558,976

These notes should be read in conjunction with the accompanying financial statements