Multicultural Communities Council of SA Inc

ABN 13 253 714 844

Financial Statements - 30 June 2026

Multicultural Communities Council of SA Inc
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Multicultural Communities Council of SA Inc
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2026

	Note	2026 $	2025 $
Revenue			
Grants received	3	3,513,293	2,828,503
Other income	4	363,546	394,755
Total revenue		3,876,839	3,223,258
Expenses			
Operating expenses	5	(961,678)	(866,188)
Employee benefits expense		(2,696,997)	(2,346,351)
Depreciation expense		(33,644)	(24,432)
Total expenses		(3,692,319)	(3,236,971)
Surplus/(deficit) for the year		184,520	(13,713)
Other comprehensive income for the year		-	-
Total comprehensive income for the year		184,520	(13,713)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Multicultural Communities Council of SA Inc
Statement of financial position
As at 30 June 2026

	Note	2026 $	2025 $
Assets			
Current assets			
Cash and cash equivalents	6	584,755	550,306
Trade and other receivables	7	96,556	150,066
Total current assets		681,311	700,372
Non-current assets			
Other financial assets	8	2,225,448	2,140,849
Property, plant and equipment	9	1,786,798	1,820,442
Total non-current assets		4,012,246	3,961,291
Total assets		4,693,557	4,661,663
Liabilities			
Current liabilities			
Trade and other payables	10	200,810	240,479
Employee benefits	11	343,877	312,751
Grants in advance	12	629,104	766,551
Total current liabilities		1,173,791	1,319,781
Non-current liabilities			
Employee benefits	11	97,333	103,969
Total non-current liabilities		97,333	103,969
Total liabilities		1,271,124	1,423,750
Net assets		3,422,433	3,237,913
Equity			
Reserves	13	1,125,449	1,125,449
Retained surpluses		2,296,984	2,112,464
Total equity		3,422,433	3,237,913

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

Multicultural Communities Council of SA Inc
Statement of changes in equity
For the year ended 30 June 2026

	Asset revaluation reserve $	Retained surpluses $	Total equity $
Balance at 1 July 2024	883,273	2,126,177	3,009,450
Deficit for the year	-	(13,713)	(13,713)
Other comprehensive income for the year	-	-	-
Total comprehensive income for the year	-	(13,713)	(13,713)
Revaluation of land and buildings	242,176	-	242,176
Balance at 30 June 2025	1,125,449	2,112,464	3,237,913

	Asset revaluation reserve $	Retained surpluses $	Total equity $
Balance at 1 July 2025	1,125,449	2,112,464	3,237,913
Surplus for the year	-	184,520	184,520
Other comprehensive income for the year	-	-	-
Total comprehensive income for the year	-	184,520	184,520
Balance at 30 June 2026	1,125,449	2,296,984	3,422,433

The above statement of changes in equity should be read in conjunction with the accompanying notes

Multicultural Communities Council of SA Inc
Statement of cash flows
For the year ended 30 June 2026

	Note	2026 $	2025 $
Cash flows from operating activities			
Receipts from Government grants, services and memberships		4,071,487	3,585,549
Payments to suppliers and employees		(4,043,989)	(3,372,715)
Interest received		91,550	105,775
Interest paid		-	(211)
Net cash from operating activities		119,048	318,398
Cash flows from investing activities			
Payments for investments		(84,599)	-
Payments for property, plant and equipment		-	(11,281)
Net proceeds from disposal of investments		-	99,670
Net cash from/(used in) investing activities		(84,599)	88,389
Net cash from financing activities		-	-
Net increase in cash and cash equivalents		34,449	406,787
Cash and cash equivalents at the beginning of the financial year		550,306	143,519
Cash and cash equivalents at the end of the financial year	6	584,755	550,306

The above statement of cash flows should be read in conjunction with the accompanying notes

Multicultural Communities Council of SA Inc
Notes to the financial statements
30 June 2026

Note 1. General information

The financial statements cover the Multicultural Communities Council of SA Inc as an individual entity. The financial statements are presented in Australian dollars, which is Multicultural Communities Council of SA Inc's functional and presentation currency.

Multicultural Communities Council of SA Inc is a not-for-profit incorporated association, incorporated and domiciled in Australia. Its registered office and principal place of business is:

113 Gilbert St, Adelaide SA 5000

The financial statements were authorised for issue on 26 October 2026.

Note 2. Material accounting policy information

The accounting policies that are material to the Association are set out either in the respective notes or below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted
The Association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation
In the Board Members' opinion, the Association is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 and associated regulations. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members of Multicultural Communities Council of SA Inc.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations and the disclosure requirements of AASB 101 Presentation of Financial Statements, AASB 107 Statement of Cash Flows, AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors, AASB 124 Related Party Disclosures, AASB 1048 Interpretation of Standards, and AASB 1054 Australian Additional Disclosures.

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

Revenue recognition
The Association recognises revenue as follows:

Government subsidies and grants
Revenue from Government subsidies and grants is recognised in the statement of profit or loss and comprehensive income when the entity obtains control of the revenue, it is probable that the economic benefits gained from the revenue will flow to the entity and the amount of revenue can be measured reliably.

Donations
Donations collected are recognised as revenue when the Association gains control, economic benefits are probable and the amount of the donation can be measured reliably.

Interest
Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Note 2. Material accounting policy information (continued)

Other revenue
Other revenue is recognised when it is received or when the right to receive payment is established.

Income tax
As the Association is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

Current and non-current classification
Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Association's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the Association's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no right at the end of the reporting period to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Note 3. Grants received

	2026 $	2025 $
Ageing Well	59,996	55,004
Australian Gas Network	-	6,000
Board and Governance	135,000	97,000
Carer SA	110,000	67,400
Community Connections	325,583	317,641
Community Visitors Scheme	372,955	361,334
Faith Leaders	55,344	-
Flourishing in Australia	-	50,000
Health Literacy	143,538	29,386
ILC Grant Disability	466,004	327,736
ILC Grant Building Education	605,686	486,636
Kids Hub	44,483	-
LDAT Alcohol & Drug Foundation	7,514	23,414
Mens Mental Health	-	120,903
Miscellaneous	91,094	14,818
Reconnect	301,957	292,052
Sector Support and Advocacy	266,729	260,224
Sector Support Commonwealth	130,093	127,168
Speak My Language	45,000	90,000
Strategic Partnership	73,309	47,000
Taking Care of Me	279,008	-
Westpac Impact Grant	-	54,787
	3,513,293	2,828,503

Note 4. Other income

	2026 $	2025 $
Operating income	81,982	67,956
Other income	281,564	326,799
	363,546	394,755

Note 5. Operating expenses

	2026 $	2025 $
Consulting and contracting	223,832	112,276
Programme expense	259,206	330,632
Conferences & meetings	19,999	19,732
Travel expenses	86,464	56,969
Advertising	475	2,037
Cleaning	15,591	17,328
Communication	10,303	6,731
Computer expenses	100,241	98,449
Dues and subscriptions	42,798	29,788
Events	31,353	10,756
Gas and electricity	4,890	3,304
Insurance	26,470	25,357
Motor vehicle expenses	22,657	27,894
Rates and taxes	9,290	8,604
Office supplies	7,299	7,717
Printing and reproduction	21,052	13,024
Auditing fees	12,938	12,938
Repair and maintenance	7,372	19,252
Venue hire	4,641	11,558
Other expenses	54,807	51,842
	961,678	866,188

Note 6. Cash and cash equivalents

	2026 $	2025 $
Current assets		
Cash on hand	500	500
Cash at bank	584,255	549,806
	584,755	550,306

Accounting policy for cash and cash equivalents
Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Note 7. Trade and other receivables

	2026 $	2025 $
Current assets		
Trade receivables	95,916	149,426
Other receivables	640	640
	96,556	150,066

Note 8. Other financial assets

	2026 $	2025 $
Non-current assets		
Term deposit held with ANZ Bank	2,225,448	2,140,849

Note 9. Property, plant and equipment

	2026 $	2025 $
Non-current assets		
Land - at independent valuation	1,100,000	1,100,000
Buildings - at independent valuation	650,000	650,000
Less: Accumulated depreciation	(16,250)	-
	633,750	650,000
Plant and equipment - at cost	217,878	217,878
Less: Accumulated depreciation	(182,985)	(173,995)
	34,893	43,883
Motor vehicles - at cost	182,151	182,151
Less: Accumulated depreciation	(172,430)	(169,607)
	9,721	12,544
Computer equipment - at cost	174,709	174,709
Less: Accumulated depreciation	(166,275)	(160,694)
	8,434	14,015
	1,786,798	1,820,442

Reconciliations
Reconciliations of the written down values at the beginning and end of the current financial year are set out below:

	Land $	Buildings $	Motor vehicles $	Plant and equipment $	Computer equipment $	Total $
Balance at 1 July 2025	1,100,000	650,000	12,544	43,883	14,015	1,820,442
Depreciation expense	-	(16,250)	(2,823)	(8,990)	(5,581)	(33,644)
Balance at 30 June 2026	1,100,000	633,750	9,721	34,893	8,434	1,786,798

Note 9. Property, plant and equipment (continued)

Accounting policy for property, plant and equipment
Land and buildings are shown at fair value based on valuations by external independent valuers, less subsequent depreciation and impairment for buildings. The valuations are undertaken more frequently if there is a material change in the fair value relative to the carrying amount. Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. Increases in the carrying amounts arising on revaluation of land and buildings are credited in other comprehensive income through to the revaluation surplus reserve in equity. Any revaluation decrements are initially taken in other comprehensive income through to the revaluation surplus reserve to the extent of any previous revaluation surplus of the same asset. Thereafter the decrements are taken to profit or loss.

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a diminishing value method to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Buildings	40 years
Plant and equipment	5 years
Motor vehicle	5 years
Computer equipment	2.5 years

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Association. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss. Any revaluation surplus reserve relating to the item disposed of is transferred directly to retained profits.

Note 10. Trade and other payables

	2026 $	2025 $
Current liabilities		
Trade payables	125,447	84,842
Superannuation payable	8,769	62,549
BAS payable	66,594	93,088
	200,810	240,479

Accounting policy for trade and other payables
These amounts represent liabilities for goods and services provided to the Association prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Note 11. Employee benefits

	2026 $	2025 $
Current liabilities		
Annual leave	214,772	196,497
Long service leave	129,105	116,254
	343,877	312,751
Non-current liabilities		
Long service leave	97,333	103,969
	441,210	416,720

Note 11. Employee benefits (continued)

Accounting policy for employee benefits

Short-term employee benefits
Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits
Liabilities for long service leave expected to be settled later than 12 months after the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Note 12. Grants in advance

	2026 $	2025 $
Current liabilities		
Aging well	80,000	74,996
Other sundry grants	549,104	691,555
	629,104	766,551

Note 13. Reserves

	2026 $	2025 $
Asset revaluation reserve	1,125,449	1,125,449

Asset revaluation reserve
The reserve is used to recognise increments and decrements in the fair value of land and buildings, excluding investment properties.

Note 14. Key management personnel disclosures

Compensation
The aggregate compensation made to Board Members and other members of key management personnel of the Association is set out below:

	2026 $	2025 $
Short-term employee benefits	221,749	206,261

Note 15. Related party transactions

Key management personnel
Disclosures relating to key management personnel are set out in note 14.

Transactions with related parties
There were no transactions with related parties during the current and previous financial year.

Receivable from and payable to related parties
There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Loans to/from related parties
There were no loans to or from related parties at the current and previous reporting date.

Multicultural Communities Council of SA Inc
Board Members' declaration
30 June 2026

In the Board Members' opinion:

- the Association is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 and associated regulations;
- the attached financial statements and notes comply with the Accounting Standards as described in note 2 to the financial statements;
- the attached financial statements and notes give a true and fair view of the Association's financial position as at 30 June 2026 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable.

On behalf of the Board Members

Miriam Cocking
Chairperson

26th October 2026

Silvio Iadarola
Treasurer

AUDITOR'S INDEPENDENCE DECLARATION UNDER SUBDIVISION 60-C SECTION 60-40 OF AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012

To the Members of Multicultural Communities of SA Inc

As the lead audit partner for the audit of the financial report for the year ended 30 June 2026, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

i. the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, in relation to the audit; and

ii. any applicable code of professional conduct in relation to the audit.

HLB Mann Judd Audit (SA) Pty Ltd
Chartered Accountants

Corey McGowan
Director

Adelaide, South Australia
26 October 2026

Independent Auditor's Report to the Members of Multicultural Communities Council of SA Inc

REPORT ON THE AUDIT OF THE FINANCIAL REPORT

Opinion

We have audited the financial report of Multicultural Communities Council of SA Inc ("the Entity") which comprises the statement of financial position as at 30 June 2026, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the declaration by those charged with governance.

In our opinion, the accompanying financial report of the Entity has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act*, including:

(a) giving a true and fair view of the Entity's financial position as at 30 June 2026 and of its financial performance for the year then ended; and

(b) complying with Australian Accounting Standards to the extent described in Note 2 and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022.*

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Entity in accordance with the auditor independence requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter – Basis of Accounting

We draw attention to Note 2 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012.* As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Board Members for the Financial Report

Management is responsible for the preparation of the financial report that gives a true and fair view in accordance with the Australian Accounting Standards – Simplified Disclosures and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Entity or to cease operations, or have no realistic alternative but to do so.

The Board Members are responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board Members regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

HLB Mann Judd

HLB Mann Judd Audit (SA) Pty Ltd
Chartered Accountants

C. M. G

Corey McGowan
Director

Adelaide, South Australia
27 October 2026