

Burrin Dalai Aboriginal Corporation Inc

Financial Statements

For the Year Ended June 30, 2015

Burrin Dalai Aboriginal Corporation Inc

Contents

For the Year Ended June 30, 2015

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Burrin Dalai Aboriginal Corporation Inc

Committee's Report
June 30, 2015

The committee members submit the financial report of the Association for the financial year ended June 30, 2015. The committee members regard themselves as the "responsible person's" under the requirements of ACNC 2012.

1. General information

Committee members

The names of committee members throughout the year and at the date of this report are:

Chairperson	Elizabeth Stirling
Deputy Chairperson	Edward Vale
Secretary	Adelia Vale
Treasurer	Katrina Riley
Member	Rosemary Vale
Member	Robyn Searly
Member	Harry Cuttmore
Member	Noel Lockwood

Principal activities

The principal activities of the Association during the financial year were:

- to assist Foster Carers and Foster Children in the Community

Significant changes

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

2. Operating results and review of operations for the year

Operating result

The profit of the Association for the financial year after providing for income tax amounted to \$ 480,476(2014: \$ 674,868).

Signed in accordance with a resolution of the Members of the Committee:

Committee member: Elizabeth Stirling

Committee member: Edward Vale

Dated 10 NOVEMBER 2015



wrights
chartered accountants

Partners

Douglas Cheetham
B.Comm FCA

Chris Garrett
B.Bus CA

Anthony de Jager
B.Comm CPA

Burrun Dalai Aboriginal Corporation Inc

Auditors Independence Declaration under Section 307C of the Corporations Act 2001 and The Australian Charities and Not for Profit Commission Act 2012 Section 60-40 To the Directors of Burrun Dalai Aboriginal Corporation Inc

I declare that, to the best of my knowledge and belief, during the year ended June 30, 2015, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* or the Australian Charities and Not for Profit Commissions Act 2012 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Doug Cheetham
Wrights Chartered Accountants

Kempsey NSW

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Burrin Dalai Aboriginal Corporation Inc
For the Year Ended June 30, 2015

Profit and Loss Account Consolidated

	2015	2014
	\$	\$
Income		
Workers Compensation Claim	17,262	-
Membership Fees	58	(853)
Interest income	73,123	60,009
FACS Grant Funding	10,626,851	8,194,381
Reimbursements	21,437	-
Client Related Funding Kids\$	51,040	115,493
Other income	39,280	60,125
Total income	10,829,051	8,429,155
Less: Expenses		
Accounting fees	11,370	55,445
Administration expense	1,400	(319)
Advertising	18,231	24,376
Auditors remuneration - parent entity	16,000	31,500
Bad debts	-	24,056
Bank charges	4,206	2,950
Interagency Expenses	33,979	-
Cleaning	23,590	22,660
Brokerage	-	958
Communications	-	5,832
Consulting and professional fees	6,820	5,440
Consumables	(34,339)	44,009
Depreciation	285,290	192,214
Donations	5,793	4,200
Electricity	53,816	27,150
Equipment < \$300	2,951	-
Fees and permits	-	12
Insurance	(69,997)	16,353
IT Expenses	27,109	6,245
Leave Movement	12,837	2,179
Motor vehicle expenses	108,891	75,773
Non-capitalised equipment	28,359	102,476
NAIDOC	62,510	46,863
Office equipment & supplies	88,595	95,785
Program Costs	279,210	43,778
Postage	3,853	2,567
Printing and stationery	24,817	15,390
Resources	8,071	1,389
Rent	305,733	212,501
Rounding	-	1
Repairs and maintenance	31,704	30,586
Salaries	3,791,147	2,812,858
Security costs	28,887	8,693
Leave movement	3,730	-
Staff amenities	131,847	93,554
Subscriptions	8,362	2,320

Burrin Dalai Aboriginal Corporation Inc
For the Year Ended June 30, 2015

Profit and Loss Account Consolidated

	2015	2014
	\$	\$
Sundry expenses	14,695	134,911
Superannuation contributions	270,901	190,195
Telephone and fax	87,913	41,304
Travel - domestic	120,935	68,791
Workers compensation insurance	70,829	52,067
FCA, EFS, RCAR, and Carers Allowances	4,468,397	3,255,216
Other operating expenses	678	164
Total Expenses	10,336,320	7,753,080
	492,731	676,075
Other items:		
Loss on disposal of assets	(12,254)	(1,207)
	(12,254)	(1,207)
Profit before income tax	480,477	674,868

Burrin Dalai Aboriginal Corporation Inc
For the Year Ended June 30, 2015

Detailed trading account

	2015	2014
	\$	\$
Intensive Family Based Services (IFBS-KTS Development Project)		
Income		
FACS Grant Funding	842,000	842,362
Other income	602	-
Staff Wages Recouped	490	-
	<u>843,092</u>	<u>842,362</u>
Less: Direct expenses		
Advertising	5,172	1,391
Bank Charges	20	180
Wages	406,796	345,814
Programme Costs	53,710	43,778
Interagency Expenses	210,500	-
Provision for Leave	12,837	(8,288)
BD Corp Management Fee	253,484	165,009
	<u>942,519</u>	<u>547,884</u>
Net profit / (loss)	<u>(99,427)</u>	<u>294,478</u>

Burrin Dalai Aboriginal Corporation Inc
For the Year Ended June 30, 2015

Detailed trading account

	2015	2014
	\$	\$
Kempsey Youth Service		
Income		
FACS Establishment Payment	27,956	-
	<u>27,956</u>	-
Less: Direct expenses		
Program Costs	15,000	-
BD Corp Managment Fee	8,389	-
Advertising	788	-
Minor Equipment	2,951	-
Telephones & Pagers	1,320	-
	<u>28,448</u>	-
Net profit / (loss)	<u>(492)</u>	-

Burrin Dalai Aboriginal Corporation Inc
For the Year Ended June 30, 2015

Detailed trading account

	2015	2014
	\$	\$
OOHC General		
Sales revenue		
FACS Funding OOHC	9,751,395	7,112,630
FACS Reimbursements	5,500	-
Other Income	35,107	172,808
Client Related Funding \$Kids	51,040	115,493
Trainee ABSEC Funding	2,500	-
	<u>9,845,542</u>	<u>7,400,931</u>
Gross profit	<u>9,845,542</u>	<u>7,400,931</u>
Less: Direct expenses		
FCA Foster Carers Allowance	3,438,825	2,584,098
KID\$ Extra Financial Support	522,097	217,589
KID\$ Respite Care Costs	174,263	130,374
Other Care Payments	333,212	323,155
BD Corp Management Fees	2,925,417	1,458,503
Advertising	12,271	22,985
Posters & Printing	1,708	-
Telephone & Pagers	86,593	41,245
Superannuation expense	84,258	50,551
Wages	3,080,777	2,178,209
Employee Entitlement Movement	91,668	117,466
	<u>10,751,089</u>	<u>7,124,175</u>
Net profit / (loss)	<u>(905,547)</u>	<u>276,756</u>

Burrin Dalai Aboriginal Corporation Inc**Statement of Financial Position****June 30, 2015**

	Note	2015 \$	2014 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	2,058,890	2,201,742
Trade and other receivables	3	40,236	4,172
Other assets	5	167,302	253,361
TOTAL CURRENT ASSETS		2,266,428	2,459,275
NON-CURRENT ASSETS			
Trade and other receivables	3	2,107	2,107
Property, plant and equipment	4	811,273	849,144
TOTAL NON-CURRENT ASSETS		813,380	851,251
TOTAL ASSETS		3,079,808	3,310,526
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	6	265,255	104,800
Unexpended Funds Requested Back	7	-	658,046
Current tax liabilities	10	(16,801)	165,034
Short-term provisions	8	-	140,000
Employee benefits	9	368,803	219,259
TOTAL CURRENT LIABILITIES		617,257	1,287,139
NON-CURRENT LIABILITIES			
Employee benefits	9	22,024	63,335
TOTAL NON-CURRENT LIABILITIES		22,024	63,335
TOTAL LIABILITIES		639,281	1,350,474
NET ASSETS		2,440,527	1,960,052
EQUITY			
Retained earnings		2,440,527	1,960,053
TOTAL EQUITY		2,440,527	1,960,053

The accompanying notes form part of these financial statements.

Burrin Dalai Aboriginal Corporation Inc

Statement of Changes in Equity
For the Year Ended June 30, 2015

2015

	Retained Earnings	Total
Note	\$	\$
Balance at 1 July 2014	1,960,053	1,960,053
Surplus attributable to members of the entity	480,474	480,474
Balance at 30 June 2015	<u>2,440,527</u>	<u>2,440,527</u>

2014

	Retained Earnings	Total
Note	\$	\$
Balance at 1 July 2013	1,285,185	1,285,185
Surplus/(Deficit) attributable to members of the entity	674,868	674,868
Balance at 30 June 2014	<u>1,960,053</u>	<u>1,960,053</u>

The accompanying notes form part of these financial statements.

Burrin Dalai Aboriginal Corporation Inc

Statement of Cash Flows

For the Year Ended June 30, 2015

	2015	2014
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Revenue Received	10,817,900	8,461,511
Expenses Paid	<u>(10,537,140)</u>	<u>(7,462,193)</u>
Net cash provided by (used in) operating activities	<u>280,760</u>	<u>999,318</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of Motor Vehicles	<u>(423,612)</u>	<u>(453,700)</u>
Net cash used by investing activities	<u>(423,612)</u>	<u>(453,700)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net increase (decrease) in cash and cash equivalents held	(142,852)	545,618
Cash and cash equivalents at beginning of year	<u>2,201,742</u>	<u>1,656,124</u>
Cash and cash equivalents at end of financial year	<u>2,058,890</u>	<u>2,201,742</u>

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Burrun Dalai Aboriginal Corporation Inc

Notes to the Financial Statements

For the Year Ended June 30, 2015

The financial statements cover Burrun Dalai Aboriginal Corporation Inc as an individual entity. Burrun Dalai Aboriginal Corporation Inc is a not-for-profit association incorporated in New South Wales under the *Associations Incorporation Act (NSW) 2009* and *Associations Incorporation Regulation (NSW) 2010*.

The functional and presentation currency of Burrun Dalai Aboriginal Corporation Inc is Australian dollars.

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards, Australian Accounting Interpretations and the *Associations Incorporation Act (NSW) 2009* and *Associations Incorporation Regulation (NSW) 2010*. Burrun Dalai Aboriginal Corporation Inc has taken advantage of the relief in Class Order 11/01 and has prepared financial statements with reduced disclosures.

The significant accounting policies used in the preparation and presentation of these financial statements are provided below and are consistent with prior reporting periods unless otherwise stated.

The financial statements are based on historical costs, except for the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

(b) Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

(c) Income Tax

The Association is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

(d) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

All revenue is stated net of the amount of goods and services tax (GST).

Interest revenue

Interest is recognised using the effective interest method.

(e) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Notes to the Financial Statements

For the Year Ended June 30, 2015

1 Summary of Significant Accounting Policies continued

(e) Goods and Services Tax (GST) continued

Receivables and payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(f) Property, Plant and Equipment

Classes of property, plant and equipment are measured using the cost

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Land and buildings

Land and buildings are measured using the cost model.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, is depreciated on a reducing balance basis over the asset's useful life commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

(g) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(h) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than twelve months after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

Notes to the Financial Statements

For the Year Ended June 30, 2015

1 Summary of Significant Accounting Policies continued

Employee benefits are presented as current liabilities in the statement of financial position if the Association does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date regardless of the classification of the liability for measurement purposes under AASB 119.

(i) Provisions

Provisions are recognised when the Association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(j) Adoption of new and revised accounting standards

During the current year, the following standards became mandatory and have been adopted retrospectively by the Association:

- AASB 13 *Fair Value Measurement*
- AASB 119 *Employee Benefits*

The accounting policies have been updated to reflect changes in the recognition and measurement of assets, liabilities, income and expenses and the impact of adoption of these standards is discussed below.

AASB 13 *Fair Value Measurement* does not change what and when assets or liabilities are recorded at fair value. It provides guidance on how to measure assets and liabilities at fair value, including the concept of highest and best use for non-financial assets. AASB 13 has not changed the fair value measurement basis for any assets or liabilities held at fair value, however additional disclosures on the methodology and fair value hierarchy have been included in the financial statements.

AASB 119 *Employee benefits* changes the basis for determining the income or expense relating to defined benefit plans and introduces revised definitions for short-term employee benefits and termination benefits.

The Association reviewed the annual leave liability to determine the level of annual leave which is expected to be paid more than 12 months after the end of the reporting period. Whilst this has been considered to be a long-term employee benefits for the purpose of measuring the leave under AASB 119, the effect of discounting was not considered to be material and therefore has not been performed.

In accordance with the transition provisions in the standard, the comparative figures have been restated.

2 Cash and cash equivalents

	2015	2014
	\$	\$
Cash at bank and in hand	1,750,495	2,202,702
Short-term Bank Deposit	308,395	-
Credit Cards	-	(960)
	<u>2,058,890</u>	<u>2,201,742</u>

Burrin Dalai Aboriginal Corporation Inc

Notes to the Financial Statements

For the Year Ended June 30, 2015

3 Trade and other receivables

	2015	2014
	\$	\$
CURRENT		
Related party receivables	181	46
Other receivables	64,111	28,182
Doubtful Debts	(24,056)	(24,056)
Total current trade and other receivables	40,236	4,172

	2015	2014
	\$	\$
NON-CURRENT		
Deposits	2,107	2,107
Total non-current trade and other receivables	2,107	2,107

4 Property, plant and equipment

PLANT AND EQUIPMENT		
Plant and equipment		
At cost	386,324	326,667
Accumulated depreciation	(201,620)	(144,690)
Total plant and equipment	184,704	181,977
Furniture, fixtures and fittings		
At cost	144,502	145,857
Accumulated depreciation	(113,089)	(93,890)
Total furniture, fixtures and fittings	31,413	51,967
Motor vehicles		
At cost	1,015,989	597,925
Accumulated depreciation	(513,027)	(132,644)
Total motor vehicles	502,962	465,281
Leasehold Improvements		
At cost	154,638	154,638
Accumulated amortisation	(62,444)	(4,719)
Total leasehold improvements	92,194	149,919
Total plant and equipment	811,273	849,144
Total property, plant and equipment	811,273	849,144

Burrin Dalai Aboriginal Corporation Inc

Notes to the Financial Statements

For the Year Ended June 30, 2015

5 Other non-financial assets

	2015	2014
	\$	\$
CURRENT		
Prepayments	167,302	35,942
Other asset	-	217,419
	<u>167,302</u>	<u>253,361</u>

6 Trade and other payables

	2015	2014
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	114,048	71,209
GST payable	51,661	-
Sundry payables and accrued expenses	4,110	-
Accrued expense	87,329	33,591
Other payables	8,107	-
	<u>265,255</u>	<u>104,800</u>
	<u>265,255</u>	<u>104,800</u>

7 Borrowings

	2015	2014
	\$	\$
CURRENT		
Secured liabilities:		
Intergrant accounts	-	27,892
unexpended funds	-	630,154
	<u>-</u>	<u>658,046</u>
Total current borrowings	<u>-</u>	<u>658,046</u>

8 Provisions

	2015	2014
	\$	\$
CURRENT		
Legal proceedings	-	40,000
Insurance Claim	-	100,000
	<u>-</u>	<u>140,000</u>

9 Employee Benefits

	2015	2014
	\$	\$
Current liabilities		

Burrin Dalai Aboriginal Corporation Inc

Notes to the Financial Statements

For the Year Ended June 30, 2015

9 Employee Benefits continued

	2015	2014
	\$	\$
Provision for employee benefits	<u>368,803</u>	<u>219,259</u>
	<u>368,803</u>	<u>219,259</u>
	2015	2014
	\$	\$
Non-current liabilities		
Long service leave	<u>22,024</u>	<u>63,335</u>

10 Tax

	2015	2014
	\$	\$
PAYG	7,188	-
GST payable	<u>(23,989)</u>	<u>165,034</u>
Current tax liabilities	<u>(16,801)</u>	<u>165,034</u>

11 Contingencies

In the opinion of the Committee of Management, the Association did not have any contingencies at June 30, 2015 (30 June 2014:None).

12 Funding

(a) Financial Position

(i)

The association is completely funded via government grants and has no income from other sources. If the grants. There is no reason at this time to feel that the funding will not continue.

Partners

Douglas Cheetham
B.Comm FCA

Chris Garrett
B.Bus CA

Anthony de Jager
B.Comm CPA

Burrun Dalai Aboriginal Corporation Inc

**Independent Audit Report to the members of Burrun Dalai
Aboriginal Corporation Inc**

Report on the Financial Report

We have audited the accompanying financial report of Burrun Dalai Aboriginal Corporation Inc, which comprises the statement of financial position as at June 30, 2015, the Profit and Loss Consolidated 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 management's assertion statement.

Management's Responsibility for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and Funding Agreement, Australian Charities and Not for Profit Commission Regulations and for such internal control as management determines is necessary to enable the preparation and fair presentation of the 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 about 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 and fair presentation of the financial report 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 management, as well as evaluating the overall presentation of the financial report.

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

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Partners

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B.Bus CA

Anthony de Jager
B.Comm CPA

Burrun Dalai Aboriginal Corporation Inc

**Independent Audit Report to the members of Burrun Dalai
Aboriginal Corporation Inc**

Opinion

In our opinion, the financial report presents fairly, in all material respects,, the financial position of Burrun Dalai Aboriginal Corporation Inc as at June 30, 2015, and its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards, Australian Charities and Not for Profit Commission and the Funding Agreement.



Doug Cheetham
Wrights Chartered Accountants

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