

Burrin Dalai Aboriginal Corporation Inc

Financial Statements

For the Year Ended 30 June 2017

Burrun Dalai Aboriginal Corporation Inc

Contents

For the Year Ended 30 June 2017

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Committee's Report
30 June 2017

The committee members submit the financial report of the Association for the financial year ended 30 June 2017. 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	Allan Lockwood
Member	Rosemary Vale*
Member	Harry Cuttmore
Member	Michael Brogan

* Resigned subsequent to year end; 26th August 2017

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 \$ 296,031 (2016: \$ 171,950).

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

Committee member: .....

Committee member: .....

Dated September 26, 2017



PARTNERS

Douglas Cheetham BCom FCA

Anthony de Jager BCom CPA

Chris Garrett BBus CA

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 30 June 2017, 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

26 September 2017

Kempsey NSW

Burrn Dalai Aboriginal Corporation Inc
For the Year Ended 30 June 2017

Profit and Loss Account Consolidated

	2017	2016
	\$	\$
Income		
Workers Compensation Claim	19,032	38,797
Membership Fees	-	54
Interest income	39,596	49,733
FACS Grant Funding	13,973,455	12,208,894
FACS Genealogy Funding	92,308	7,692
Reimbursements	2,844	2,669
Client Related Funding Kids	48,900	45,409
Other income	65,560	37,086
Total income	14,241,695	12,390,334
Less: Expenses		
Accounting fees	-	15
Administration expense	147	3,472
Advertising	10,365	4,051
ACTG case assistance program	153,340	171,875
ACTG neuro psych program	153,077	13,839
Auditors remuneration	14,580	17,050
Bad debts	-	6,379
Bank charges	4,892	4,377
Behavioural management service	65,600	67,400
Cleaning	26,501	28,386
Communications	-	5,363
Consulting and professional fees	18,804	58,978
Legal Fees	4,254	6,927
Depreciation	312,624	290,460
D&A counselling services	56,842	54,082
Donations	5,810	1,645
Electricity	49,211	44,309
Fines and penalties	-	673
Genealogy services	87,425	20,983
General counselling services	35,230	27,339
Insurance	36,990	33,996
IT Expenses	151,178	65,661
Leave Movement	105,496	23,225
Literacy and multilit services	71,612	56,128
Motor vehicle expenses	158,273	115,215
Non-capitalised equipment	44,333	36,814
NAIDOC	40,485	40,688
Other employee costs	26,415	1,000
Office equipment & supplies	99,071	110,492
Program Costs	210,982	238,194
Postage	5,149	6,268
Printing and stationery	24,555	37,325
Rates and taxes	1,560	-
Resources	12,231	-
Respite house utilities	9,742	-

Burrin Dalai Aboriginal Corporation Inc
For the Year Ended 30 June 2017

Profit and Loss Account Consolidated

	2017	2016
	\$	\$
Reportable Conduct Investigate	108,248	-
Rent	326,526	301,724
Repairs and maintenance	23,813	18,846
Salaries	4,608,140	4,342,508
Security costs	19,414	13,621
Speech pathology services	230,773	226,291
Staff amenities	83,187	104,586
Subscriptions	15,006	15,323
Sundry expenses	121,835	109,946
Superannuation contributions	409,391	357,637
Telephone and fax	81,628	90,472
Travel - domestic	223,214	101,340
Workers compensation insurance	192,448	168,081
FCA, EFS, RCAR and carer's allowances	5,480,469	4,767,013
Other operating expenses	2,390	3,106
Total Expenses	13,923,256	12,213,103
	318,439	177,231
Other items:		
Loss on disposal of assets	(22,408)	(5,281)
Profit before income tax	296,031	171,950

Burrin Dalai Aboriginal Corporation Inc
For the Year Ended 30 June 2017

Detailed trading account

	2017	2016
	\$	\$
Intensive Family Based Services (IFBS-KTS Development Project)		
Income		
FACS Grant Funding	883,763	863,038
Other income	(2)	2
Staff Wages Recouped	309	-
	<u>884,070</u>	<u>863,040</u>
Less: Direct expenses		
Bank Charges	120	120
Wages	416,587	391,997
Programme Costs	200,177	132,582
Communication Costs	-	5,363
Interagency Expenses	-	85,882
Provision for Leave	2,170	11,274
BD Corp Management Fee	265,129	258,911
	<u>884,183</u>	<u>886,129</u>
Net profit / (loss)	<u>(113)</u>	<u>(23,089)</u>

Burrin Dalai Aboriginal Corporation Inc
For the Year Ended 30 June 2017

Detailed trading account

	2017	2016
	\$	\$
Kempsey Youth Service		
Income		
FACS Funding	99,552	96,876
OOHC Mentoring Services	-	2,464
Interest	5	9
Other Income	14	-
	<hr/>	<hr/>
	99,571	99,349
Less: Direct expenses		
Program Costs	10,805	22,194
BD Corp Management Fee	29,866	29,802
Superannuation	4,985	3,964
Wages	53,776	43,647
Telephones & Pagers	-	1,438
Provision for Leave	2,673	-
	<hr/>	<hr/>
	102,105	101,045
Net profit / (loss)	<hr/> <hr/>	<hr/> <hr/>
	(2,534)	(1,696)

Burrun Dalai Aboriginal Corporation Inc
For the Year Ended 30 June 2017

Detailed trading account

	2017	2016
	\$	\$
OOHC General		
Sales revenue		
FACS Funding OOHC	12,970,698	11,127,729
FACS Exception Payments	17,692	121,251
Other Income	21,563	40,950
Client Related Funding Kids	48,900	45,409
Trainee ABSEC Funding	-	500
Interest Received	4	7
	<u>13,058,857</u>	<u>11,335,846</u>
Less: Direct expenses		
FCA Foster Carers Allowance	4,609,333	4,019,587
KID\$ Extra Financial Support	328,059	302,260
KID\$ Respite Care Costs	284,058	235,904
Other Care Payments	259,019	209,262
BD Corp Management Fees	3,896,517	3,374,693
Bad Debt Write Off	-	2,885
Bank Charges	4,561	4,168
Telephone & Pagers	-	88,506
Superannuation expense	289,814	189,280
Wages	3,438,633	3,319,262
Employee Entitlement Movement	42,257	(7,024)
	<u>13,152,251</u>	<u>11,738,783</u>
Net profit / (loss)	<u>(93,394)</u>	<u>(402,937)</u>

Burrun Dalai Aboriginal Corporation Inc

Statement of Financial Position

30 June 2017

	Note	2017	2016
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	2,599,368	2,325,711
Trade and other receivables	4	87,109	94,104
Other assets	6	104,873	115,809
TOTAL CURRENT ASSETS		2,791,350	2,535,624
NON-CURRENT ASSETS			
Trade and other receivables	4	43,093	15,142
Property, plant and equipment	5	1,191,203	1,116,961
TOTAL NON-CURRENT ASSETS		1,234,296	1,132,103
TOTAL ASSETS		4,025,646	3,667,727
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	439,405	497,170
Current tax liabilities	9	158,186	144,028
Employee benefits	8	406,890	343,391
TOTAL CURRENT LIABILITIES		1,004,481	984,589
NON-CURRENT LIABILITIES			
Employee benefits	8	112,657	70,661
TOTAL NON-CURRENT LIABILITIES		112,657	70,661
TOTAL LIABILITIES		1,117,138	1,055,250
NET ASSETS		2,908,508	2,612,477
EQUITY			
Retained earnings		2,908,508	2,612,477
TOTAL EQUITY		2,908,508	2,612,477

The accompanying notes form part of these financial statements.

Burrun Dalai Aboriginal Corporation Inc

Statement of Changes in Equity

For the Year Ended 30 June 2017

2017

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2016	2,612,477	2,612,477
Profit attributable to members	296,031	296,031
Balance at 30 June 2017	2,908,508	2,908,508

2016

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2015	2,440,527	2,440,527
Profit attributable to members	171,950	171,950
Balance at 30 June 2016	2,612,477	2,612,477

The accompanying notes form part of these financial statements.

Burrun Dalai Aboriginal Corporation Inc

Statement of Cash Flows

For the Year Ended 30 June 2017

	2017	2016
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Revenue Received	14,116,959	12,461,965
Expenses Paid	<u>(13,456,436)</u>	<u>(11,598,996)</u>
Net cash provided by/(used in) operating activities	<u>660,523</u>	<u>862,969</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of Non Current Assets	<u>(386,866)</u>	<u>(596,148)</u>
Net cash used by investing activities	<u>(386,866)</u>	<u>(596,148)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net increase/(decrease) in cash and cash equivalents held	273,657	266,821
Cash and cash equivalents at beginning of year	<u>2,325,711</u>	<u>2,058,890</u>
Cash and cash equivalents at end of financial year	<u>3</u> <u>2,599,368</u>	<u>2,325,711</u>

The accompanying notes form part of these financial statements.

Burrun Dalai Aboriginal Corporation Inc

Notes to the Financial Statements

For the Year Ended 30 June 2017

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 Act').

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 *Financial Reporting Requirements* and has prepared financial statements with reduced disclosures.

(b) Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

(c) Income Tax

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

(d) Leases

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the life of the lease term.

(e) 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 Association 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).

Grant revenue

Grant revenue is recognised in the profit and loss account when the entity obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Burrun Dalai Aboriginal Corporation Inc

Notes to the Financial Statements

For the Year Ended 30 June 2017

1 Summary of Significant Accounting Policies

Interest revenue

Interest is recognised using the effective interest method.

Other income

Other income is recognised on an accruals basis when the Association is entitled to it.

(f) 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).

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.

(g) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

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.

The depreciation rates used for each class of depreciable asset are shown below:

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Notes to the Financial Statements

For the Year Ended 30 June 2017

1 Summary of Significant Accounting Policies

(g) Property, Plant and Equipment

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Association, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

(h) 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.

(i) 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 wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled .

Contributions are made by the entity to an employee superannuation fund and are charged as expenses when incurred.

(j) New Accounting Standards and Interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The committee members have decided against early adoption of these Standards, but does not expect the adoption of these standards to have any impact on the reported position or performance of the Association.

2 Critical Accounting Estimates and Judgments

Those charged with governance make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - impairment of property, plant and equipment

The Association assesses impairment at the end of each reporting period by evaluating conditions specific to the Association that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Notes to the Financial Statements

For the Year Ended 30 June 2017

2 Critical Accounting Estimates and Judgments

2 Critical Accounting Estimates and Judgments continued

Key estimates - receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The provision is based on the best information at the reporting date.

3 Cash and cash equivalents

	2017	2016
	\$	\$
Cash at bank and in hand	2,133,385	1,955,191
Short-term deposits	465,983	370,520
Total cash and cash equivalents	2,599,368	2,325,711

4 Trade and other receivables

	2017	2016
	\$	\$
CURRENT		
Trade receivables	34,245	49,674
Provision for impairment	(500)	(500)
	<u>33,745</u>	<u>49,174</u>
Other receivables	53,364	44,930
Total current trade and other receivables	87,109	94,104

	2017	2016
	\$	\$
NON-CURRENT		
Deposits paid	43,093	15,142
Total non-current trade and other receivables	43,093	15,142

Burrun Dalai Aboriginal Corporation Inc

Notes to the Financial Statements

For the Year Ended 30 June 2017

5 Property, plant and equipment

	2017	2016
	\$	\$
LAND AND BUILDINGS		
Freehold land		
At cost	95,000	95,000
Total Land	<u>95,000</u>	<u>95,000</u>
Buildings		
At cost	288,081	275,358
Accumulated depreciation	(11,764)	(1,245)
Total buildings	<u>276,317</u>	<u>274,113</u>
Total land and buildings	<u>371,317</u>	<u>369,113</u>
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	423,550	399,403
Accumulated depreciation	(332,634)	(266,939)
Total plant and equipment	<u>90,916</u>	<u>132,464</u>
Furniture, fixtures and fittings		
At cost	163,194	158,994
Accumulated depreciation	(134,063)	(123,791)
Total furniture, fixtures and fittings	<u>29,131</u>	<u>35,203</u>
Motor vehicles		
At cost	1,326,015	1,078,820
Accumulated depreciation	(662,125)	(543,146)
Total motor vehicles	<u>663,890</u>	<u>535,674</u>
Leasehold Improvements		
At cost	206,056	154,638
Accumulated amortisation	(170,107)	(110,131)
Total leasehold improvements	<u>35,949</u>	<u>44,507</u>
Total plant and equipment	<u>819,886</u>	<u>747,848</u>
Total property, plant and equipment	<u><u>1,191,203</u></u>	<u><u>1,116,961</u></u>

6 Other non-financial assets

	2017	2016
	\$	\$
CURRENT		
Prepayments	104,873	115,809
Total other non-financial assets	<u><u>104,873</u></u>	<u><u>115,809</u></u>

Burrun Dalai Aboriginal Corporation Inc

Notes to the Financial Statements

For the Year Ended 30 June 2017

7 Trade and other payables

	Note	2017 \$	2016 \$
Current			
Trade payables		102,295	38,357
Amounts due under contract of sale		73,302	276,781
Accrued expenses		139,790	88,124
Superannuation payable		104,261	93,698
Other payables		19,757	210
		<u>439,405</u>	<u>497,170</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying amounts are considered to be a reasonable approximation of fair value.

8 Employee Benefits

	2017 \$	2016 \$
Current		
Long service leave	50,329	40,177
Annual leave and accrued hours	356,561	303,214
Total current employee benefits	<u>406,890</u>	<u>343,391</u>
	2017 \$	2016 \$
Non-current		
Long service leave	112,657	70,661
Total non-current employee benefits	<u>112,657</u>	<u>70,661</u>

9 Tax

	2017 \$	2016 \$
PAYG payable	97,474	90,449
GST payable	60,712	53,579
Current tax liabilities	<u>158,186</u>	<u>144,028</u>

10 Contingencies

In the opinion of the Committee of Management, the Association did not have any contingencies at 30 June 2017 (30 June 2016: None).

11 Statutory Information

The registered office of and principal place of business of the association is:

Burrun Dalai Aboriginal Corporation Inc

Notes to the Financial Statements

For the Year Ended 30 June 2017

11 Statutory Information

11 Statutory Information

Burrun Dalai Aboriginal Corporation Inc
23 Clyde Street
Kempsey NSW 2440

12 Funding

(a) Financial Position

(i)

The association is primarily funded via government grants and has no major income streams from other sources. If the grant funding was to cease the entity would not be able to sustain its current level of operations. There is no reason at this time to feel that the funding will not continue.



PARTNERS

Douglas Cheetham BCom FCA

Anthony de Jager BCom CPA

Chris Garrett BBus CA

Burrun Dalai Aboriginal Corporation Inc

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

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Burrun Dalai Aboriginal Corporation Inc (the Association), which comprises the statement of financial position as at 30 June 2017, the profit and loss statement, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by those charged with governance.

In our opinion, the accompanying financial report presents fairly, in all material respects, including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2017 and of its financial performance and its cash flows for the year ended; and
- (ii) complying with Australian Accounting Standards.

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 Association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (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.

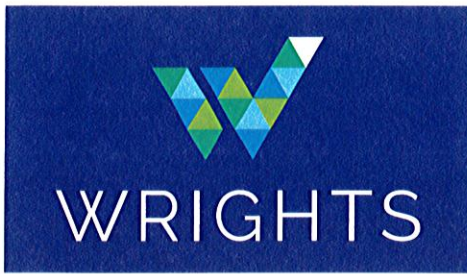
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Act (NSW) 2009 and Associations Incorporation Regulation (NSW) 2010, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the the Association'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 intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.



PARTNERS

Douglas Cheetham BCom FCA

Anthony de Jager BCom CPA

Chris Garrett BBus CA

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 the 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.

A handwritten signature in blue ink, appearing to read 'Doug Cheetham'.

Doug Cheetham
Partner
Wrights Chartered Accountants

Kempsey

Dated September 26, 2017