

Connecting Foster & Kinship Carers - SA Inc

FINANCIAL REPORT

FOR YEAR ENDED 30 June 2018

Connecting Foster & Kinship Carers - SA Inc

FINANCIAL REPORT

FOR YEAR ENDED 30 June 2018

CONTENTS	PAGE NUMBERS
Report of CF&KC-SA Board of Management	1
Income Statement	2
Balance Sheet	3
Summary of Significant Accounting Policies and forming part of the Financial Statements	4
Statement by the CF&KC-SA Board of Management	5
Independent Audit Report	6

Connecting Foster & Kinship Carers - SA Inc

REPORT OF CF&KC-SA BOARD OF MANAGEMENT

The Board of Management presents its report on CF&KC-SA's financial statements for the financial year ended 30 June 2018.

The following persons held office as Board of Management members as at the date of this report:

Megan Hender
 Donna Scott
 Kate Harmer (nee Copeland)
 Hastings Chikuse
 Jo Jarvis
 Kelly Mathews
 Terry Plane
 John Rankin

Ex Officio Board Members:

Amanda Porter - Chief Executive Officer, CF&KC-SA
 Natalie Baron - Administration Officer, CF&KC-SA

ACTIVITIES

The principal continuing activity of CF&KC-SA is to promote Carers and foster and kinship care in South Australia, to support and inform Carers and to advocate on behalf of Carers.

RESULTS

The net result from operations was a funds deficit of (\$9,267), surplus of \$10,234 in 2017.

MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

No matter or circumstance has arisen since 30 June 2018 that has significantly affected or may significantly affect:

- (i) the operations of CF&KC-SA;
- (ii) the results of the operations; and
- (iii) the state of affairs of CF&KC-SA

Except as disclosed in note 2 to this financial report;

- (i) no officer of CF&KC-SA;
- (ii) no firm in which an officer was a member; and
- (iii) no body corporate in which an officer has a substantial interest,

has during this reporting period received or become entitled to receive a benefit as a result of a contract between the officer, firm or body corporate and CF&KC-SA and no officer has received either directly or indirectly from CF&KC-SA any payment or other benefit of a pecuniary value other than reimbursement of official out of pocket expenses, the committee honorarium payments and services fees herein reported.

Signed at *Adelaide* this *15th* day of *October* *2018*, in accordance with a resolution of the Board of Management.



..... Chairperson, Board of Management



..... Member, Board of Management

Connecting Foster & Kinship Carers - SA Inc

INCOME STATEMENT

FOR YEAR ENDED 30 June 2018

	2018	2017
	\$	\$
INCOME		
DCP Contracted Grant income	251,071	95,168
DCP Admin Support Grant	-	90,000
Recharge Workshop Registration Fees	-	1,482
DCSI Grant Funding	2,475	11,229
Other Income	2,851	-
Bank Interest Received	238	260
	<u>256,635</u>	<u>198,139</u>
EXPENDITURE		
Accounting & Audit Fees	2,031	2,018
Advertising and Promotion	983	922
Affiliation Fees & Subscriptions	484	658
Client Support	3,113	1,813
Cloud Admin Office Fees	1,852	0
Committee Honorarium	5,990	14,566
Committee Travel Costs	5,521	1,087
Computer Expenses	2,347	1,225
Conferences & Accommodation	-	8,440
Consultancy	10,419	-
Depreciation	1,500	941
Prepaid National Conference - September '17, Melbourne	-	3,606
Insurance	4,864	4,217
Legal Fees - constitution	-	1,791
Meeting Expenses	3,404	1,143
Publications & Information Resources	2,218	3,049
Photocopier Rental	-	-
Events	20,236	4,830
Prepaid Recharge 20/10/17 Workshop	-	10,775
Printing, Stationery & Postage	3,367	5,657
Professional Development	1,545	-
Salaries	151,355	94,005
Superannuation	14,368	7,866
Rent & Storage	15,279	1,020
Telephone	3,599	4,781
Board Training	-	9,300
Website Upgrade & Maintenance	-	3,216
Volunteer Expenses	2,998	-
Workers Compensation	854	-
Sundry Expenses	7,575	980
	<u>265,902</u>	<u>187,905</u>
(DEFICIT)/SURPLUS FROM ORDINARY ACTIVITIES OF CFC-SA	<u>(9,267)</u>	<u>10,234</u>

THE SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES ON PAGE 4 FORMS PART OF THESE FINANCIAL STATEMENTS

Connecting Foster & Kinship Carers - SA Inc

BALANCE SHEET

AS AT 30 June 2018

ASSETS	2018	2017
	<u>\$</u>	<u>\$</u>
CURRENT ASSETS		
Bank SA Cheque Account	11,248	31,000
Petty Cash in Hand	-	49
Express Saver Account	12,060	27,828
Fixed Deposit	25,000	-
Rental Bond	2,680	-
GST - refundable	-	3,603
TOTAL CURRENT ASSETS	<u>50,989</u>	<u>62,480</u>
NON CURRENT ASSETS		
Computers, Printer & Photocopier	4,499	2,823
	<u>4,499</u>	<u>2,823</u>
Less: Accumulated Depreciation	<u>(2,441)</u>	<u>(941)</u>
TOTAL NET NON CURRENT ASSETS	<u>2,058</u>	<u>1,882</u>
CURRENT LIABILITIES		
Sundry Liabilities - See note # 2 on page 4	<u>8,656</u>	<u>10,704</u>
	<u>8,656</u>	<u>10,704</u>
TOTAL NET ASSETS	<u>44,391</u>	<u>53,658</u>
ACCUMULATED FUNDS		
Accumulated Surplus - brought forward	53,658	43,424
(Deficit)/Surplus - for the year	<u>(9,267)</u>	<u>10,234</u>
TOTAL ACCUMULATED FUNDS	<u>44,391</u>	<u>53,658</u>

THE SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES ON PAGE 4 FORMS PART OF THESE FINANCIAL STATEMENTS

Connecting Foster & Kinship Carers - SA Inc

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR YEAR ENDED 30 June 2018

1. Basis of Accounting

This special purpose financial report has been prepared for distribution to the Board of Management to fulfill the Board of Management's financial accountability requirements under the Associations' Incorporation Act 1985 and CF&KC-SA's Constitution. The Board of Management has determined that the Association is not a reporting entity and, therefore, there is no requirement to apply Australian Accounting Standards and Urgent Issues Group Interpretations in the preparation of this report.

The accounting policies used in the preparation of this report are described below and are, in the opinion of the Board of Management, appropriate to meet the needs of the Board of Management.

(a) The financial statements have been prepared on the accrual basis of accounting including the historical cost convention and the going concern assumption. Prior to 2018, the financial statements were prepared on a cash basis of accounting.

(b) The requirements of International Financial Reporting Standards promulgated by the accounting profession do not have mandatory applicability to CF&KC-SA Incorporated in relation to the year ended 30 June 2018 because CF&KC-SA is not a "reporting entity" as defined therein. CF&KC-SA has prepared the financial report in accordance with the following applicable Australian Accounting Standards and Urgent Issues Group Interpretations:

AASB 101 "Presentation of Financial Statements"
 AASB 108 "Accounting Policies, Changes in Accounting Estimates and Errors";
 AASB 110 "Events after the Balance Sheet Date"; and
 AASB 1031 "Materiality".

No other Accounting Standards, Urgent Issues Group Interpretations or authoritative pronouncements of the Australian Accounting Standards Board have been applied.

(c) **Computers & Accessories**
 Computers & Accessories are recorded at cost, less accumulated depreciation.

Any gain or loss on the disposal of assets is determined as the difference between the written-down value of the asset at the time of disposal and the proceeds from disposal, and is included in the results in the year of disposal.

(d) **Depreciation**
 Assets are depreciated over their useful lives. Depreciation is provided on a straight-line value basis on computers and accessories at rates calculated to allocate the cost, less estimated residual value at the end of the useful lives of the assets, against revenue over those estimated useful lives.

An asset is depreciated for a full year in the year the asset is purchased or commissioned.

(e) **Income Tax**
 CF&KC-SA is exempt from income tax under the provisions of Section 50-10 of the Income Tax Assessment Act 1997.

(f) **Revenue Recognition**
 CF&KC-SA funds are exclusively sourced from The Department of Families and Communities, SA. CF&KC-SA has no other revenue sources, not even annual membership fees.

Grant income is brought to account in CF&KC-SA's Profit and Loss Statement in the period it is received, and unspent grant funds are still recognised as earned income in the year received.

In 2016-17 CF&KC-SA received DCSI grant income of \$11,229 which was fully expended in 2017-18.

(g) **Goods and Services Tax (GST)**
 Revenues, expenses and assets are recognised ex GST, since CF&KC-SA was registered for GST effective 1 January 2017.

(h) **Critical Accounting Estimates and Judgments**
 The Board of Management evaluated estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained externally and within CF&KC-SA.

2. Sundry Liabilities	\$
Superannuation - Employer Super Guarantee Contributions	1,812
PAYG - Employee Salaries	5,488
GST - payable	1,356
	<u>8,656</u>


Connecting Foster & Kinship Carers - SA Inc**STATEMENT BY CF&KC-SA'S BOARD OF MANAGEMENT****FOR YEAR ENDED 30 June 2018**

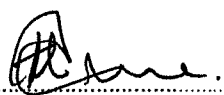
The Board of Management of CF&KC-SA Incorporated has determined that CF&KC-SA is not a reporting entity. The Board of Management has therefore determined that this Special Purpose Financial Report should be prepared in accordance with the constitution of CF&KC-SA and with the accounting policies outlined in Note 1 to the Financial Statements.

In the opinion of the Board of Management of CF&KC-SA Incorporated

- (a) the accompanying Income Statement and Balance Sheet, and notes attached thereto, are drawn up so as to present fairly the results of CF&KC-SA for the financial year ended 30 June 2018 and the financial state of CF&KC-SA as at 30 June 2018 in accordance with the accounting policies stated in Note 1 to the financial statements; and statements; and
- (b) at the date of this statement, there are reasonable grounds to believe that CF&KC-SA will be able to pay its debts as and when they fall due.

Signed this *15th* day of *October* *2018* in accordance with a resolution of the Board of Management.


..... Chairperson, Board of Management


..... Member, Board of Management

CONNECTING FOSTER & KINSHIP CARERS - SA INC

INDEPENDENT AUDIT REPORT TO THE BOARD OF MANAGEMENT OF CONNECTING FOSTER & KINSHIP CARERS - SA INC

Scope

The special purpose financial report comprises the income statement, balance sheet, accompanying summary of significant accounting policies, and the statement by the Connecting Foster & Kinship Carers - SA Inc's (CF&KC-SA) Board of Management for the year ended 30 June 2018.

The financial report and board members' responsibility

The Board of Management of CF&KC-SA is responsible for the preparation and fair presentation of the financial report and has determined that the accounting policies used are consistent with the financial reporting requirements of CF&KC-SA's constitution and the Associations' Incorporation Act of 1985, and are appropriate to meet the needs of Members. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

The financial report has been prepared for distribution to the Board of Management for the purpose of fulfilling their financial reporting requirements under CF&KC-SA's constitution and the Associations' Incorporation Act of 1985. 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 Board of Management, or for any purpose other than that for which it was prepared

Audit Approach

We have conducted an independent audit of the financial report in order to express an opinion on it to the Board of Management of CF&KC-SA. No opinion is expressed to the Board of Management as to whether the accounting policies used are appropriate, nor on the effectiveness of management's internal controls over financial reporting. Our audit was conducted in accordance with Australian Auditing Standards in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the basis of accounting described in the Summary of Significant Accounting Policies and in CF&KC-SA's constitution, a view which is consistent with our understanding of CF&KC-SA's financial position, and its performance. These policies do not require the application of all Accounting Standards, UIG Consensus Views and other professional reporting requirements in Australia.

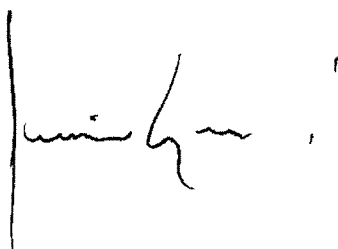
The audit opinion expressed in this report has been formed on the above basis.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

Audit Opinion

In our opinion, the financial report presents fairly in accordance with the summary of significant accounting policies set out on page 4 of the financial statements, the financial position of Connecting Foster & Kinship Carers SA Inc at 30 June 2018 and the results of its operations for the year then ended.



Kimani Nganga
B Com, CPA, SSAud, DFP
SMSF Specialist Auditor™

Dated 15th October 2018

Super Funds Accounting Pty Ltd
1287 North East Road
Tea Tree Gully SA 5091
Phone: 08 8395 4889
Fax: 08 8395 6627

Email: kimani@tonkinaccounting.com

Website: www.superfundsaccounting.com.au