

**MULTICULTURAL DEVELOPMENT
ASSOCIATION INC.**

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2013



MDA

Multicultural Development
Association

Haywards
CHARTERED
ACCOUNTANTS

LIABILITY LIMITED BY A SCHEME APPROVED UNDER PROFESSIONAL STANDARDS LEGISLATION

MULTICULTURAL DEVELOPMENT ASSOCIATION INC.
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2013

	<u>NOTES</u>	<u>2013</u>	<u>2012</u>
<u>INCOME</u>			
Arts Queensland		28636.36	-
Australia Council		35000.00	-
Australian Red Cross		860,848.63	832,766.68
Brisbane City Council		106,811.00	99,268.27
Centre for Multicultural Youth		44,057.53	-
Department of Communities		290,153.27	340,295.78
Department of Employment, Economic Development and Innovation		205,004.04	1,083,541.09
Department of Immigration & Citizenship		25,160,226.03	12,304,597.26
Donations Received		69,140.45	28,891.63
Ethnic Communities Council Qld		78,000.00	-
Fees Received		117,564.08	75,558.36
Gambling Community Benefit Fund		3,842.64	-
Health & Community Services Workforce Council Inc.		354,254.67	518,300.00
Interest Received		76,188.55	59,044.85
Mater Foundation		30,600.00	10,200.00
Memberships		781.80	601.82
Department of Families, Housing, Community Services and Indigenous Affairs - QPASTT		131,649.44	340,805.50
Office Rent Received		18,797.32	11,587.87
Rent Received		184,014.52	-
School Pledges		24,895.59	1,919.32
Sundry Income		91,301.56	29,040.61
University of Sydney		23,581.87	-
		<hr/> 27,935,349.35	<hr/> 15,736,419.04
<u>LESS EXPENDITURE</u>			
Total Expenditure (Schedule Attached)		27,370,266.95	14,890,556.54
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<u>NET SURPLUS FOR YEAR</u>		\$565,082.40	\$845,862.50
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The accompanying notes form part of these financial statements.

MULTICULTURAL DEVELOPMENT ASSOCIATION INC.
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2013

	<u>2013</u>	<u>2012</u>
<u>EXPENDITURE</u>		
Advertising	9,810.59	460.82
Audit & Accountancy	24,050.00	16,000.00
Bank Charges	8,056.74	3,935.03
Cleaning	78,308.08	47,513.19
Computer Supplies & Support	136,981.88	82,382.48
Consultants Fees	466,111.63	385,831.43
Contract Payments - Accomodation	5,558,029.44	2,660,593.32
Depreciation	541,149.00	509,089.00
Electricity	72,511.99	45,781.36
Fringe Benefits Tax	5,953.88	6,404.91
Hire Expenses	7,279.20	12,336.58
Insurance	39,855.70	30,975.73
Lease Expenses	11,427.53	13,248.22
Legal Fees	10,350.51	2,522.97
Management Committee Expenses	4,052.34	10,989.81
Minor Equipment	134,006.30	60,519.07
Motor Vehicle Expenses	318,868.62	220,188.21
Parking & Tolls	36,066.73	17,296.43
Printing, Postage, Stationery & Office Supplies	117,948.57	65,343.10
Program Expenses	6,043,527.51	1,841,089.20
Recruitment Expenses	25,936.24	32,770.98
Removal Expenses	7,971.14	7,302.38
Rent	382,742.39	166,121.76
Repairs & Maintenance	54,018.99	18,117.95
Security	5,586.20	3,867.34
Seminars & Workshops	318,571.00	305,187.79
Staff Training & Development	74,989.40	120,268.52
Subscriptions & Memberships	37,201.82	7,683.61
Sundry Expenses	3,678.39	4,853.67
Superannuation	948,429.01	621,536.18
Telephone	203,689.78	111,173.06
Travel & Accommodation	223,886.94	117,838.75
Wages & Salaries	11,291,281.00	7,293,104.17
Workers Compensation	167,938.41	48,229.52
<u>TOTAL EXPENDITURE</u>	<u>\$27,370,266.95</u>	<u>\$14,890,556.54</u>

The accompanying notes form part of these financial statements.

3.

MULTICULTURAL DEVELOPMENT ASSOCIATION INC.
ASSETS AND LIABILITIES STATEMENT
AS AT 30 JUNE 2013

	<u>2013</u>	<u>2012</u>
<u>CURRENT ASSETS</u>		
Cash on Hand	27,918.80	1,100.00
Cash at Bank (Note 2)	4,967,536.81	2,266,632.27
Debtors & Prepayments	14,293,323.92	2,641,068.69
Rental Deposit	44,968.35	17,138.35
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	19,333,747.88	4,925,939.31
Investments	61,386.17	-
	<hr/>	<hr/>
	19,395,134.05	4,925,939.31
<u>FIXED ASSETS (NOTE 3)</u>	2,436,512.29	2,555,440.58
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	21,831,646.34	7,481,379.89
<u>CURRENT LIABILITIES</u>		
Creditors & Accruals	15,450,413.51	1,866,951.24
Grants Received & Unexpended (Note 4)	171,158.73	307,738.09
Provision for Holiday Pay	733,692.05	417,038.95
Provision for Long Service Leave	171,443.61	149,795.57
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	16,526,707.90	2,741,523.85
<u>NET ASSETS</u>	<hr/>	<hr/>
	\$5,304,938.44	\$4,739,856.04
<u>ACCUMULATED FUNDS</u>		
Balance 1 July 2012	4,739,856.04	3,893,993.54
Net Surplus/(Deficit) for Year	565,082.40	845,862.50
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<u>TOTAL ACCUMULATED FUNDS</u>	\$5,304,938.44	\$4,739,856.04
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The accompanying notes form part of these financial statements.

MULTICULTURAL DEVELOPMENT ASSOCIATION INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirement of the Associations Incorporation Act (Qld). The committee has determined that the association is not a reporting entity.

The report is also prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Fixed Assets - Depreciation

Depreciation is charged on all fixed assets and is brought to account over the estimated economic lives of all assets.

(b) Employee Entitlements

Liabilities for Wages & Salaries and Annual Leave are recognised and are measured as the amount unpaid at the reporting date at current pay rates in respect of employees' services up to that date. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements.

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

(c) Income Tax

The Association is exempted from tax under section 50-10 of the Income Tax Assessment Act 1997.

(d) Comparative Figures

Comparative figures, where necessary, have been reclassified in order to comply with the presentation adopted in the figures reported for the current financial year.

5.

MULTICULTURAL DEVELOPMENT ASSOCIATION INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

	<u>2013</u>	<u>2012</u>
2. CASH AT BANK		
Bendigo Bank		
- Operating Account	4,296,492.70	2,257,097.69
- Donations Account	7,619.76	2,013.42
- Centrepay Youth Pilot	-	7,521.16
Commonwealth Bank		
- CAS	663,424.35	-
	4,967,536.81	2,266,632.27
3. FIXED ASSETS		
Lease Hold Improvements	3,385,855.00	3,005,305.00
Less Accumulated Depreciation	1,033,845.00	521,612.00
	2,352,010.00	2,483,693.00
Computer Equipment - At Cost	251,854.62	251,854.62
Less Accumulated Depreciation	238,481.00	230,060.00
	13,373.62	21,794.62
Office Equipment - At Cost	197,020.67	155,349.96
Less Accumulated Depreciation	125,892.00	105,397.00
	71,128.67	49,952.96
	\$2,436,512.29	\$2,555,440.58

The accompanying notes form part of these financial statements.

6.

MULTICULTURAL DEVELOPMENT ASSOCIATION INC.
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

	<u>2013</u>	<u>2012</u>
4. GRANTS RECEIVED & UNEXPENDED		
Department of Employment, Economic Development and Innovation	22,254.33	191,258.37
Brisbane City Council	9,000.00	-
Department of Communities	-	15,082.27
Department of Immigration & Citizenship	-	30,021.40
University of Sydney	-	23,581.87
School Pledge Program	104,349.59	47,794.18
Gambling Community Benefit Fund	4,566.45	-
Centre for Multicultural Youth	13,317.47	-
Department of Families, Housing, Community Services and Indigenous Affairs - QPASTT	13,925.56	-
Health and Community Services Workforce Council Inc.	3,745.33	-
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	\$171,158.73	\$307,738.09
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5. AUDITORS REMUNERATION

Apart from the remuneration disclosed the auditors received no other benefits.

7.

MULTICULTURAL DEVELOPMENT ASSOCIATION INC.

STATEMENT BY MEMBERS OF THE COMMITTEE

The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial report as set out on pages 1 to 6:

1. Presents a true and fair view of the financial position of Multicultural Development Association Inc. as at 30 June 2013 and its performance for the year ended of that date.
2. At the date of this statement, there are reasonable grounds to believe that Multicultural Development Association Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

President *Fally Isles*

Treasurer *[Signature]*

Dated this 20th day of September 2013.

8.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
MULTICULTURAL DEVELOPMENT ASSOCIATION INC.

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Multicultural Development Association Inc. which comprises the assets and liabilities statement as at 30 June 2013, and the income and expenditure statement, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of the association is responsible for the preparation and fair presentation of the financial report and has determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are consistent with the financial reporting requirements of the Associations Incorporation Act (Qld) and are appropriate to meet the needs of the members. The committee's responsibilities also include designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance 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 judgment, 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 the committee, as well as evaluating the overall presentation of the financial report.

9.

The financial report has been prepared for distribution to members for the purpose of fulfilling the committee's financial reporting under the Associations Incorporation Act. 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.

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

Independence

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

Auditor's Opinion

In our opinion, the financial report of Multicultural Development Association Inc. presents fairly, in all material respects the financial position of Multicultural Development Association Inc. as of 30 June 2013 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.



HAYWARDS CHARTERED ACCOUNTANTS



PETER GESCH – PARTNER

20 SEPTEMBER 2013
BRISBANE