

Financial Report

Magnetic Island Community Development Association Inc.

ABN 88 303 909 978

For the year ended 31 December 2021

Prepared by O'Regan & Partners

Contents

3	Committee's Report
4	Statement of Financial Performance
5	Statement of Financial Position
6	Notes to the Financial Statements
9	Statement by Members of the Committee
10	Independent Auditor's Report
12	Depreciation Schedule

Committee's Report

Magnetic Island Community Development Association Inc. For the year ended 31 December 2021

Committee's Report

Your committee members submit the financial report of Magnetic Island Community Development Association Inc. for the financial year ended 31 December 2021.

Principal Activities

The principal function of the Association during the financial year was the organisation and management of the Magnetic Island Community Development Association and related activities.

Significant Changes

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

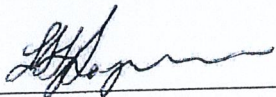
Operating Result

The surplus for the financial year amounted to \$148,423 (2020 surplus \$1,163).

Going Concern

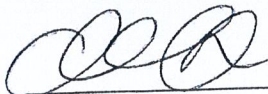
This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the association to continue to operate as a going concern is dependent upon the ability of the association to generate sufficient cashflows from operations to meet its liabilities. The members of the association believe that the going concern assumption is appropriate.

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



Les Sampson (President)

Date 27/04/2022



Chris Sampson (Treasurer)

Date 27/4/22

Statement of Financial Performance

Magnetic Island Community Development Association Inc.

For the year ended 31 December 2021

	2021	2020
Income		
Container Exchange	2,659	6,030
Grants & Donations Other	130,710	55,133
Interest	377	705
Markets	11,925	5,667
Memberships	3,088	2,265
Reef Assist Project	323,071	-
Total Income	471,829	69,800
Expenses		
Administration Costs	60,530	5,575
Advertising	13,164	-
Bank Charges	12	123
Computer Expenses	135	-
Consultancy Fees	11,800	-
Depreciation	2,488	-
Donations	499	-
Fauna Care - Koala Grant & Sponsorships	1,115	5,739
Freight & Cartage	218	-
Grant Expenditure	15,300	52,749
Hire of Plant & Equipment	2,373	-
Insurance	3,248	2,869
Market Expenses	7,035	372
Motor vehicle	5,425	-
Postage	315	-
Printing & Stationery	1,354	-
Professional Fees	910	1,210
Protective Clothing & PPE	2,108	-
Rates & Taxes	183	-
Repairs & Maintenance	24	-
Staff Training & Welfare	2,452	-
Subscriptions	753	-
Superannuation Contributions	15,304	-
Telephone	215	-
Tools & Replacements	3,258	-
Travelling & Entertainment	3,004	-
Wages	160,898	-
Workcover	9,326	-
Total Expenses	323,446	68,637
Profit For The Year	148,383	1,163

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Statement of Financial Position

Magnetic Island Community Development Association Inc.

As at 31 December 2021

	NOTES	31 DEC 2021	31 DEC 2020
Assets			
Current Assets			
Cash and cash equivalents	2	199,150	65,460
Trade & Other Receivables	3	1,395	1,000
Total Current Assets		200,545	66,460
Non-Current Assets			
Property, plant and equipment	4	12,061	-
Total Non-Current Assets		12,061	-
Total Assets		212,606	66,460
Liabilities			
Current Liabilities			
Bank overdraft	2	12	-
Trade & Other Payables	5	21,435	23,684
Total Current Liabilities		21,446	23,684
Total Liabilities		21,446	23,684
Net Assets		191,159	42,777
Members Funds			
Current year earnings		148,383	1,163
Retained Earnings		42,777	41,614
Total Members Funds		191,159	42,777

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

Magnetic Island Community Development Association Inc. For the year ended 31 December 2021

1. Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act of Queensland. The committee has determined that the association is not a reporting entity.

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, 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.

Property, Plant and Equipment

Property, plant and equipment is initially recorded at the cost of acquisition or fair value less, if applicable, any accumulated depreciation and impairment losses. Plant and equipment that has been contributed at no cost, or for nominal cost, is valued and recognised at the fair value of the asset at the date it is acquired. The plant and equipment is reviewed annually by directors to ensure that the carrying amount is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the utilisation of the assets and the subsequent disposal. The expected net cash flows have been discounted to their present values in estimating recoverable amounts.

Freehold land and buildings are measured at their fair value, based on periodic, but at least triennial, valuations by independent external valuers, less subsequent depreciation for buildings.

Increases in the carrying amount of land and buildings arising on revaluation are credited in equity to a revaluation surplus. Decreases against previous increases of the same asset are charged against fair value reserves in equity. All other decreases are charged to profit or loss.

Any accumulated depreciation at the date of revaluation is offset against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Trade and Other Receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful debt has been created.

Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at 31 December 2020. Trade payables are recognised at their transaction price. They are subject to normal credit terms and do not bear interest.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held on call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Grants

Grant revenue is recognised in the income statement when the entity receives the grant, when it is probable that the entity will receive the economic benefits of the grant and the amount can be reliably measured.

If the grant has conditions attached which must be satisfied before the entity is eligible to receive the grant, the recognition of the revenue will be deferred until those conditions are satisfied.

These notes should be read in conjunction with the attached compilation report.

Where the entity incurs an obligation to deliver economic value back to the grant contributor, the transaction is considered a reciprocal transaction and the revenue is recognised as a liability in the balance sheet until the required service has been completed, otherwise the income is recognised on receipt.

Magnetic Island Community Development Association Inc. receives non-reciprocal contributions of assets from the government and other parties for a nominal or zero value. These assets are recognised at their fair value on the date of acquisition in the balance sheet, with an equivalent amount of income recognised in the income statement.

Donations and bequests are recognised as revenue when received.

	2021	2020
2. Cash & Cash Equivalents		
Bank Accounts		
Business Online Saver (8653)	1,870	5,839
Beach Scrub 9796	17,259	-
QCCU Cheque Account (8883)	132,252	19,482
QCCU Online Business Saver (4736)	3,679	802
QCCU Online Saver (Festival) (0280)	156	155
QCCU Online Saver (Main) (7729)	8,497	8,459
QCCU Online Saver (Markets) (8497)	14,721	13,626
QCCU Online Saver (Zero Waste) (2716)	2,517	2,357
MINT Acct 0313	260	-
Reef Assist Saver (0316)	3,250	-
Paypal Account	(12)	528
Total Bank Accounts	184,449	51,248
Other Cash Items		
Cash on Hand	252	-
Term Deposit (2744)	14,437	14,213
Total Other Cash Items	14,689	14,213
Total Cash & Cash Equivalents	199,138	65,460

	2021	2020
3. Trade & Other Receivables		
Prepayment Account	1,370	1,000
Sundry Debtors	25	-
Total Trade & Other Receivables	1,395	1,000

	2021	2020
4. Property Plant & Equipment		
Office Furniture & Equipment	2,051	-
Less Accumulated Depreciation	(697)	-
Plant & Equipment	12,498	-
Less Accumulated Depreciation	(1,792)	-
Total Property Plant & Equipment	12,061	-

These notes should be read in conjunction with the attached compilation report.

2021 2020

5. Trade and Other Payables

Amounts Withheld	3,326	-
GST Account	13,395	-
Sundry Creditors	-	1,210
Superannuation Payable	4,714	-
Unexpended Grants	-	22,474
Total Trade and Other Payables	21,435	23,684

6. MICDA cash funds allocated to specified activities as at 31 December 2021

	Opening Balance 31/12/2020	Income	Expenses / Tfrd	Closing Balance 31/12/2021
HSB Markets	\$13,625.93	\$12,395.80	\$10,627.91	\$14,393.82
Youth Visual Arts	\$ 2,206.47	\$0	\$0	\$ 2,206.47
Friends of Parks - Weeders	\$14,640.41	\$0	\$ 69.00	\$ 1,4571.41
Bay Day Festival	\$ 474.93	\$0	\$0	\$ 474.93
Zero Waste	\$ 2,356.83	\$ 2,354.13	\$ 2,341.34	\$ 2,369.62
Bird Aviary	\$0	\$35,000.00	\$0	\$35,000.00
Beach Scrub Project	\$0	\$16,838.64	\$ 2,362.50	\$14,476.14
CAP Program	\$0	\$50,325.00	\$33,736.76	\$16,588.24
Reef Assist	\$0	\$343,965.96	\$258,608.87	\$85,357.09
MIFCO	\$801.61	\$ 2,335.54	\$ 3,154.67	-\$ 17.52
MINT	\$0	\$260.00	\$0	\$ 260.00

These notes should be read in conjunction with the attached compilation report.

Statement by Members of the Committee

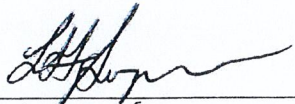
Magnetic Island Community Development Association Inc. For the year ended 31 December 2021

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.

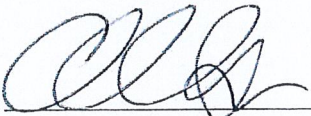
In the opinion of the Committee the Income and Expenditure Statement, Statement of Financial Position and Notes to the Financial Statements:

1. Present fairly the financial position of Magnetic Island Community Development Association Inc. as at 31 December 2021 and its performance for the year ended on that date; and
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable.

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

President: 

Sign date: 27/04/22

Treasurer: 

Sign date: 27/04/22

Independent Auditor's Report

Magnetic Island Community Development Association Inc. For the year ended 31 December 2021

We have audited the accompanying financial report, being a special purpose financial report of Magnetic Island Community Development Association Inc. (the association), which comprises the Statement by Members of the Committee, Income and Expenditure Statement, Balance Sheet Notes comprising a summary of significant accounting policies and other explanatory notes for the financial year ended 31 December 2021.

Committee's Responsibility for the Financial Report

The committee of Magnetic Island Community Development Association Inc. is responsible for the preparation and fair presentation of the financial report and have determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Act of Queensland 1981 and is appropriate to meet the needs of the members. The committee's responsibilities also includes such internal control as the committee determine necessary to enable the preparation and fair presentation of a financial report that is free from material miss-statement, 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 have 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 whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain 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 association's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstanced, but not for the purpose of expressing an opinion on the effectiveness of the association'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.

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 the Accounting Professional and Ethical Standard Board.

Basis for Qualified Opinion

As is common for organisations of this type, it is not practicable for Magnetic Island Community Development Association Inc. to maintain an effective system of internal control over income until their initial entry in the accounting records. Accordingly, our audit in relation to receipt of income was limited to amounts recorded.

Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report of Magnetic Island Community Development Association Inc. gives a true and fair view of the entity's financial position as at 31 December 2021 and of its performance for the year ended on that date and comply with Australian Accounting Standards to the extent described in Note 1 to the financial report.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the committee members' financial reporting responsibilities. As a result, the financial report may not be suitable for another purpose.



O'Regan & Partners

O'Regan & Partners

241 Sturt Street, Townsville 4810

P. O'Regan

Peter O'Regan

Date:

Depreciation Schedule

Magnetic Island Community Development Association Inc.

For the year ended 31 December 2021

NAME	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
Office Furniture & Equipment						
Acer Aspire Computer	1,589	-	1,589	-	235	1,354
Samsung Tablet & Bag	462	-	462	-	462	-
Total Office Furniture & Equipment	2,051	-	2,051	-	697	1,354
Plant & Equipment						
Stihl Blower	345	-	345	-	-	345
Stihl Wipper Snipper x2	998	-	998	-	998	-
Trailer 8x5	2,791	-	2,791	-	436	2,355
Water Cart 1000L	8,364	-	8,364	-	357	8,007
Total Plant & Equipment	12,498	-	12,498	-	1,792	10,707
Total	14,549	-	14,549	-	2,488	12,061

Additional Explanatory Notes

(2021 MICDA Audited Report)

AUDIT INCOME HEADINGS	COMMENTS
Grants & Donations - \$130,710	Various Funders
- Beach Scrub Project	\$21,040 – NQ Dry Tropics
- CAP	\$50,325 – GBR Foundation
- Bird Aviary Project	\$35,000 – Glencore Mining
- MIFCO Printer	\$250 - TCC
- Working Groups Funds	\$21,871 – Various Transfers
- Donations	\$2,224 – Various People
Reef Assist Project - \$323,071	Funds - Townsville City Council

AUDIT EXPENSES HEADINGS	COMMENTS
Administration Costs - \$60,530	Contractor - Related Party TDC Pty Ltd
- Recruitment	\$5,000
- Project Management	\$20,530
- Reporting Meetings	\$10,000
- Payroll, ATO, Admin	\$22,500
- Training & Venue Hire	\$2,500
Advertising - \$13,164	Various
- Magnetic island Informer	\$900
- Magnetic island Guide	\$837
- Sealink Infomercial	\$500
- Newsletters	\$4,187
- Web Sites	\$3,500
- Social Media	\$3, 240
Consultancy Fees - \$11,800	CAP 1 Project
- Contractor Coordinator (CAP) Non Related Party	\$11,800
Grant Expenditure - \$15,300	Reef Assist Project
- Trailer 8 x 5	\$2,791
- Water Cart 1000L	\$8,365
- Acer Computer	\$1,590
- General Equipment	\$2,554
Superannuation - \$15,304	Reef Assist & CAP Projects
- 20 Non-Related Parties	\$8,705
- 1 Related Party	\$950 – Christine Sampson
Wages - \$160,898	Reef Assist & CAP Projects
- 20 Non-Related Parties	\$151,243
- 1 Related Party	\$9,655 – Christine Sampson