

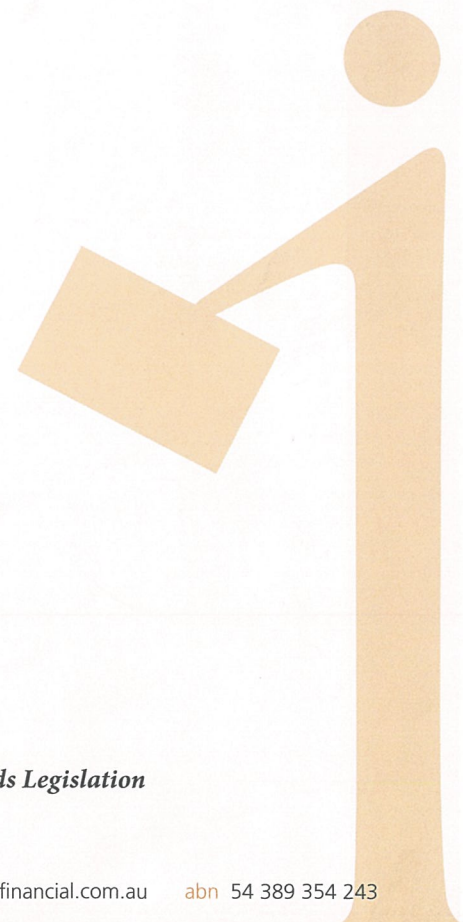
MAGNETIC ISLAND COMMUNITY DEVELOPMENT ASSOCIATION INC.

ABN 88 303 909 978

FINANCIAL REPORT

FOR THE YEAR ENDED

31 DECEMBER 2018



Liability limited by a scheme approved under Professional Standards Legislation

MAGNETIC ISLAND COMMUNITY DEVELOPMENT ASSOCIATION INC.
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2018

	Note.	2018 \$	2017 \$
Income			
Bay Days Festival - incl. TCC Grants & Sponsorships		-	44,026.50
Grants - TCC Operational		1,000.00	1,000.00
Memberships		2,494.03	1,115.00
Markets		13,290.00	9,711.70
Grants & Donations Other		29,956.41	15,352.73
Interest		975.22	380.36
Total Income		47,715.66	71,586.29
Expenditure			
Administration		2,726.89	2,566.31
Advertising & Publicity (incl. HSB Markets)		-	2,528.50
Accounting & Audit		4,290.00	-
Artists' Fees HSB Markets		-	3,340.00
Bank Charges		96.00	116.55
Fauna Care - Koala Grant & sponsorships		24,520.05	11,032.73
Insurance		4,635.54	5,851.64
40 Hour Jamin Festival		4,430.96	-
Bay Days Festival		5,814.50	42,209.99
QPWS Grant Expenditure		6,772.26	4,320.00
Total Expenditure		53,286.20	71,965.72
Profit (Loss) from Ordinary Activities		(5,570.54)	(379.43)
Retained Profits at the Beginning of the Period		11,242.23	11,621.66
Retained Profits at the End of the Period		5,671.69	11,242.23

The Income and Expenditure Statement should be read in conjunction with the notes to the financial statements.

MAGNETIC ISLAND COMMUNITY DEVELOPMENT ASSOCIATION INC.

ASSETS AND LIABILITIES STATEMENT
AS AT 31 DECEMBER 2018

	Note	2018 \$	2017 \$
CURRENT ASSETS			
Cash	2.	41,023.62	56,919.80
Term Deposit	2.	13,820.77	13,520.85
Interest Receivable		62.47	60.31
Debtors		-	-
TOTAL CURRENT ASSETS		<u>54,906.86</u>	<u>70,500.96</u>
NON-CURRENT ASSETS			
TOTAL NON-CURRENT ASSETS		<u>-</u>	<u>-</u>
TOTAL ASSETS		<u>54,906.86</u>	<u>70,500.96</u>
CURRENT LIABILITIES			
Accrued Expenses	5	3,665.41	4,881.51
Unexpired Grants	5	31,537.83	40,345.29
TOTAL CURRENT LIABILITIES		<u>35,203.24</u>	<u>45,226.80</u>
TOTAL LIABILITIES		<u>35,203.24</u>	<u>45,226.80</u>
NET ASSETS		<u>19,703.62</u>	<u>25,274.16</u>
MEMBERS' FUNDS			
Members' Equity: Capital introduced		14,031.93	14,031.93
Retained profits		5,671.69	11,242.23
TOTAL MEMBERS' FUNDS		<u>19,703.62</u>	<u>25,274.16</u>

The Statement of Assets and Liabilities is to be read in conjunction with the notes to the financial statements.

MAGNETIC ISLAND COMMUNITY DEVELOPMENT ASSOCIATION INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**1. STATEMENT OF ACCOUNTING POLICIES**

These financial statements are a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 1981 (QLD). The committee has determined that the association is not a reporting entity.

The statements have been prepared in accordance with the requirements of the Associations Incorporation Act 1981 (QLD) and the following Australian Accounting Standards and other mandatory professional reporting requirements:

AASB 1031 Materiality

AASB 110 Events after the Balance Sheet Date

No other Australian Accounting Standards or other mandatory professional reporting requirements have been applied.

The statements are prepared on an accrual basis. They are based on historic costs and do not take into account changing money values, or except where specifically stated, current valuations of non-current assets.

a. Income Tax

The Association is a non-profit organisation and the Association is an exempt entity for income tax purposes.

b. Non Current Assets

Plant & Equipment. Plant & equipment is carried at cost less, where applicable, any accumulated depreciation. The depreciable amount of all plant and equipment is depreciated over the useful lives of the assets to the Association commencing from the time the asset is held ready for use.

	2018	2017
	\$	\$
2. Cash		
QCCU Cheque Account	791.86	16,863.91
QCCU Online Saver	33,362.80	40,055.89
QCCU Online Saver	5,288.82	-
QCCU Online Saver	1,580.14	-
Paypal deposits	-	-
Term Deposit	13,820.77	13,520.85
	<u>54,844.39</u>	<u>70,440.65</u>

3. Mortgages, Charges and Securities

There are no mortgages ,charges or securities affecting the property of the Association.

4. Debtors and Creditors

There are no amounts owing to or by the Association other than those shown above.

MAGNETIC ISLAND COMMUNITY DEVELOPMENT ASSOCIATION INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

5. MICDA cash funds allocated to specified activities as at 31 December 2018.

	Opening Balance 31/12/2017	Income	Expenses / Tfrd	Closing Balance 31/12/2018
HSB Markets	5,609.84	13,308.28	10,696.01	8,222.11
Youth Drama	-			-
Youth Visual Arts	2,207.63			2,207.63
Koala Grant	27,139.37	11,011.85	17,184.15	20,967.07
Friends of Parks	13,205.92	4,137.10	6,772.26	10,570.76
Bay Days Festival	474.93	-	-	474.93

MAGNETIC ISLAND COMMUNITY DEVELOPMENT ASSOCIATION INC.

STATEMENT BY MEMBERS OF THE COMMITTEE

The committee has determined that the association is not a reporting entity.


The committee has determined that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the accounts.

In the opinion of the committee the financial statements as set out on pages 1 to 4:

1. Present fairly the financial position of Magnetic Island Community Development Association Inc as at 31 December 2018 and the results of the Association for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the Magnetic Island Community Development Association Inc. will be able to pay its debts as and when they fall due.
3. All monies granted in respect of services conducted by this organisation have been used for the purposes for which they were granted.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee at the Association's Annual General Meeting by:

President.....

Treasurer.....

Dated this 28th day of May 2019.

**AUDITOR'S REPORT TO THE MEMBERS OF
MAGNETIC ISLAND COMMUNITY DEVELOPMENT ASSOCIATION INC.**

We have audited the accompanying financial report, being a special purpose financial report of the Magnetic Community Development Association Inc (the association), which comprises the committee's report, the assets and liabilities statement as at 31 December 2018, the income and expenditure statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

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 basis of preparation described in Note 1 is appropriate to meet the requirements of the *Associations Incorporation Act 1981 (Qld)* and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal controls as the committee 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 have conducted our audit in conjunction 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 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 association'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 association's internal control. An audit also includes evaluating estimates made by the committee, as well as 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.

Basis for Qualified Audit Opinion:

Receipts from cash donations and other cash fundraising activities are a significant source of revenue for the association. The association has determined that it is impracticable to establish control over the collection of donations and the other fund raising activity revenue prior to entry in its financial records. Accordingly, as the evidence available to us about revenue from these sources was limited, our audit procedures for donations and other fundraising activity revenue had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion on whether cash donations and other fundraising activity revenue obtained by the association are complete. Note 6 is provided as additional information for members. It includes some discretionary future allocation of cash funds owed or owing without legal obligation and accordingly we are unable to express an opinion on balances not disclosed on the Statement of Assets and Liabilities.

Qualified Audit Opinion:

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, the financial report as set out on pages 1 to 5, presents fairly, in all material respects with the accounting policies described in Note 1 to the financial statements and the requirements of the *Associations Incorporation Act (1981) Qld*, the financial position of the association as at 31 December 2018 and its financial performance for the period then ended.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist the association to meet the requirements of the *Associations Incorporations Act 1981 (Qld)*. As a result, the financial report may not be suitable for another purpose.

Dated at Townsville, 27th of May 2019

Jan Bolton

First Reserve Financial
I.J. Bolton FCPA FFIn