

FEDERATION OF POLISH ORGANISATIONS IN SA INC

ABN 25 145 944 349

FINANCIAL REPORT

**FOR THE YEAR ENDED
30 JUNE 2016**

**FEDERATION OF POLISH ORGANISATIONS IN SA INC
FINANCIAL REPORT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016**

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FEDERATION OF POLISH ORGANISATIONS IN SA INC
REPORT OF THE COMMITTEE

The Committee of Management reports that:

- (a) During the year ended 30 June 2016, no officer of the Association, firm of which the officer is a member, or body corporate in which the officer has a substantial financial interest, has received or become entitled to receive a benefit as a result of a contract between the officer, firm or body corporate and the Association; and
- (b) During the year ended 30 June 2016 no officer of the Association has received directly or indirectly from the Association any payment or other benefit of a pecuniary value, except for the reimbursement of expenses incurred on behalf of the Association.

STATEMENT BY OFFICERS OF THE ASSOCIATION

The officers of the Association have 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 officers of the Association:

- (a) The accompanying financial report has been drawn up so as to present fairly the results of operations of Federation of Polish Organisations in SA Inc for the year ended 30 June 2016 and the state of affairs as at that date;
- (b) As at the date of this statement there are reasonable grounds to believe that Federation of Polish Organisations in SA Inc will be able to pay its debts as and when they fall due.

Signed in accordance with a resolution of the Committee of Management for and on its behalf by: -

.....
Edward Dudziński
President

.....
John Sosnowski
Treasurer

.....
Dated

FEDERATION OF POLISH ORGANISATIONS IN SA INC
STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
INCOME			
Subsidies -HCP		617,369	341,650
Grants - Programs		582,271	570,701
Brokerage		30,581	29,919
Client Contributions		208,467	202,655
Membership Fees		-	1,122
Administration Contribution		195,000	165,388
Other Income		380	2,931
Interest Received		18,255	394
TOTAL INCOME		1,652,323	1,314,760
EXPENDITURE			
Accountancy Fees		17,264	15,367
Administration Contribution		195,000	165,388
Audit Fees		9,795	3,500
Bank & Merchant Fees		732	900
Board Expenses		4,615	9,451
Bookkeeping Fees		3,035	5,710
Client Services		38,207	12,137
Computer & Internet Expenses		10,089	5,560
Consultancy Fees		26,400	27,834
Depreciation		1,817	2,406
Grants to be Provided		9,032	307
Insurance		13,597	6,527
Long Service Leave		5,450	-
Meal Supplies		102,131	97,757
Office Expenses		22,837	22,189
Payroll Expenses		3,029	2,381
Polish Hill River Expenses		497	640
Rent & Rates		78,128	40,368
Staff Expenses		1,519	2,322
Subscriptions		3,191	4,106
Sundry Expenses		36,639	39,499
Superannuation Contribution - Employees		58,991	54,235
Travelling Expenses		1,605	7,884
Volunteer Reimbursements		165,970	193,292
Volunteer Expenses		3,923	21,484
Wages		655,135	639,213
Workcover		36,038	42,116
TOTAL EXPENDITURE		1,504,665	1,422,572
NET SURPLUS/(DEFICIT) FOR THE YEAR		147,658	(107,812)
Other Comprehensive Income		-	-
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR		147,658	(107,812)

The accompanying notes form part of these financial statements

FEDERATION OF POLISH ORGANISATIONS IN SA INC
DEPARTMENTAL PROFIT & LOSS STATEMENT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

PROGRAMS ADMINISTRATION	2016	2015
	\$	\$
INCOME		
Administration Contribution	195,000	165,388
Other Income	380	2,428
Interest Received	191	394
TOTAL INCOME	<u>195,571</u>	<u>168,209</u>
EXPENDITURE		
Accountancy Fees	17,264	15,367
Audit Fees	9,795	3,500
Bank Charges	612	899
Board Expenses	4,615	9,375
Bookkeeping Fees	3,035	5,710
Client Services	-	138
Computer & Internet Expenses	9,862	4,930
Consultancy Fees	25,124	27,125
Depreciation	1,436	1,143
Grants Disbursed	-	200
Insurance	8,370	6,527
Interest Paid	71	-
Long Services Leave	5,450	-
Office Expenses	21,229	18,070
Payroll Expenses	3,029	2,381
Polish Hill River Expenses	497	640
Rent & Rates	12,618	-
Staff Expenses	1,017	1,984
Subscriptions	291	3,946
Sundry Expenses	3,620	28,055
Superannuation Contribution - Employees	6,467	7,062
Travelling Expenses	-	2,580
Volunteer Reimbursements	-	4,469
Volunteer Expenses	-	4,366
Wages	56,890	77,899
Workcover	5,145	5,133
TOTAL EXPENDITURE	<u>196,435</u>	<u>231,498</u>
SURPLUS/(DEFICIT)	(865)	(63,289)

The accompanying notes form part of these financial statements

**FEDERATION OF POLISH ORGANISATIONS IN SA INC
DEPARTMENTAL PROFIT & LOSS STATEMENT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016**

HACC POLISH MEAL SERVICES & PSSS	2016	2015
	\$	\$
INCOME		
Grants - Programs	533,630	517,196
Brokerage	22,410	21,783
Client Contributions	159,811	162,763
TOTAL INCOME	<u>715,852</u>	<u>701,742</u>
EXPENDITURE		
Administration Contribution	128,000	103,439
Board Expenses	-	76
Client Services	9,992	4,817
Depreciation	271	1,120
Insurance	2,613	-
Meal Supplies	102,072	97,757
Office Expenses	1,040	1,869
Rent & Rates	52,408	40,368
Subscriptions	2,900	10
Sundry Expenses	12,612	3,049
Superannuation Contribution - Employees	18,484	16,880
Travelling Expenses	1,605	5,304
Volunteer Expenses	3,982	17,020
Volunteer Reimbursements	164,486	188,781
Wages	200,776	205,726
Workcover	10,018	13,555
TOTAL EXPENDITURE	<u>711,260</u>	<u>699,772</u>
NET SURPLUS/(DEFICIT) FOR THE YEAR	4,591	1,971

The accompanying notes form part of these financial statements

**FEDERATION OF POLISH ORGANISATIONS IN SA INC
DEPARTMENTAL PROFIT & LOSS STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016**

HOME CARE PACKAGES (HCP)	2016	2015
	\$	\$
INCOME		
Subsidies -HCP	617,369	341,650
Brokerage	8,171	8,136
Client Contributions	46,754	39,892
TOTAL INCOME	<u>672,294</u>	<u>389,678</u>
Administration Contribution	67,000	51,247
Client Services	28,215	453
Computer & Internet Expenses	227	630
Consultancy Fees	1,276	709
Insurance	1,307	-
Office Expenses	569	2,250
Staff Expenses	396	338
Subscriptions	-	150
Sundry Expenses	16,130	2,675
Superannuation Contribution - Employees	31,384	28,534
Volunteer Reimbursements	890	42
Volunteer Expenses	(60)	98
Wages	368,847	333,150
Workcover	19,215	21,950
TOTAL EXPENDITURE	<u>535,395</u>	<u>442,228</u>
SURPLUS/(DEFICIT)	136,899	(52,550)

The accompanying notes form part of these financial statements

**FEDERATION OF POLISH ORGANISATIONS IN SA INC
DEPARTMENTAL PROFIT & LOSS STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016**

POLISH ACTIVE SENIORS (ETHNIC AGED)	2016	2015
	\$	\$
INCOME		
Grants - Programs	48,641	53,505
Client Contributions	1,902	503
TOTAL INCOME	<u>50,543</u>	<u>54,008</u>
EXPENDITURE		
Administration Contribution	-	10,701
Client Services	-	6,729
Depreciation	110	143
Grants Disbursed	-	107
Insurance	1,307	-
Rent	13,102	-
Sundry Expenses	4,370	5,717
Superannuation Contribution - Employees	2,656	1,758
Volunteer Expenses	-	22,438
Volunteer Reimbursements	594	-
Wages	28,623	1,478
Workcover	1,660	-
TOTAL EXPENDITURE	<u>52,422</u>	<u>49,072</u>
SURPLUS/(DEFICIT)	(1,880)	4,937

The accompanying notes form part of these financial statements

**FEDERATION OF POLISH ORGANISATIONS IN SA INC
DEPARTMENTAL PROFIT & LOSS STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016**

HINDMARSH ISLAND	2016	2015
	\$	\$
INCOME		
Interest Received	18,064	-
TOTAL INCOME	<u>18,064</u>	<u>-</u>
EXPENDITURE		
Bank Fees	120	-
Grants to be Provided	9,032	-
TOTAL EXPENDITURE	<u>9,152</u>	<u>-</u>
SURPLUS/(DEFICIT)	8,912	-

The accompanying notes form part of these financial statements

FEDERATION OF POLISH ORGANISATIONS IN SA INC
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	Note	2016 \$	2015 \$
CURRENT ASSETS			
Cash & Cash Equivalents	2	883,282	652,653
Trade & Other Receivables	3	908	2,714
TOTAL CURRENT ASSETS		<u>884,190</u>	<u>655,367</u>
NON-CURRENT ASSETS			
Financial Assets	4	2,500	41,174
Property, Plant & Equipment	5	6,527	3,671
Intangible Assets	6	4,000	-
TOTAL NON-CURRENT ASSETS		<u>13,027</u>	<u>44,845</u>
TOTAL ASSETS		<u>897,217</u>	<u>700,212</u>
CURRENT LIABILITIES			
Trade & Other Payables	7	115,439	59,383
Provisions	8	37,281	43,990
TOTAL CURRENT LIABILITIES		<u>152,720</u>	<u>103,373</u>
TOTAL LIABILITIES		<u>152,720</u>	<u>103,373</u>
NET ASSETS		<u>744,497</u>	<u>596,839</u>
ACCUMULATED FUNDS			
Retained Earnings		596,839	704,651
Surplus/(Deficit) for the Year		147,658	(107,812)
TOTAL ACCUMULATED FUNDS		<u>744,497</u>	<u>596,839</u>

The accompanying notes form part of these financial statements

FEDERATION OF POLISH ORGANISATIONS IN SA INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

In the opinion of the Officers, the Association is not a reporting entity as there are unlikely to exist users who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, this is a "Special Purpose Financial Report" that has been prepared solely to meet the requirements of the Associations Incorporation Act 1985 (SA), the Committee of Management and members of the Association.

The financial report covers Federation of Polish Organisations in SA Inc as an individual entity. The Organisation is a community organisation providing provision of aged care assistance and community service programs. The principal place of business of Federation of Polish Organisations in SA Inc is 230 Angus Street, Adelaide, South Australia.

The financial statements have been prepared in accordance with the following Accounting Standards and other mandatory professional reporting requirements:

<i>AASB 101</i>	<i>Presentation of Financial Statements</i>
<i>AASB 108</i>	<i>Accounting Policies, Changes in Accounting Estimates and Errors</i>
<i>AASB 110</i>	<i>Events after the Statement of Financial Position Date</i>
<i>AASB 1031</i>	<i>Materiality</i>
<i>AASB 1048</i>	<i>Interpretation and Application of Standards</i>
<i>AASB 1054</i>	<i>Australian Additional Disclosures</i>

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

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of these financial statements.

a) Cash & Cash Equivalents

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

b) Trade & Other Receivables

Trade & Other receivables are recognised initially at cost and are subsequently measured at cost less provision for impairment. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

At the end of the reporting period, the carrying amounts of Trade & other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in the Statement of Comprehensive Income.

c) Provisions

Provisions are recognised when Federation of Polish Organisations in SA Inc has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

d) Employee Entitlements

Employee benefits expected to be settled later than 12 months after the reporting date have been measured at the present value of the estimated future cash flows to be made for those benefits. Long service leave is recognised in accordance with the Long Service Leave Act 1987 (SA).

FEDERATION OF POLISH ORGANISATIONS IN SA INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

e) Property, Plant and Equipment

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

Depreciation

The depreciable amounts of all plant & equipment are depreciated over their useful lives commencing from the time the asset is held ready for use. Assets purchased are depreciated on a diminishing value or straight line basis.

Land & Buildings

Federation of Polish Organisations in SA Inc own the title to Lot 468 Polish Hill River, Clare, South Australia. The current council valuation of this land is \$85,000. An encumbrance exists on this title to 'Catholic Church Endowment Society Incorporated' and it has been determined that the details of the encumbrance mean that the land & buildings do not meet the AASB 116 definition of an asset, therefore it is not disclosed as such in the financial statements.

f) Impairment

The carrying amount of property, plant and equipment is reviewed annually by the committee to ensure it is not in excess of the recoverable amount of these assets.

g) Revenue & Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

Government and other grants have been brought to account as income to reflect the extent to which the grants have been spent.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

All revenue is stated net of the amount of goods and services tax.

h) Trade & Other Payables

Trade & Other payables represent the liability outstanding at the end of the reporting period for goods and services received by the organisation during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

i) Goods & Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

j) Income Tax

The Association is exempt from Income Tax pursuant to the Income Tax Assessment Act 1997.

FEDERATION OF POLISH ORGANISATIONS IN SA INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
2. Cash & Cash Equivalents		
Bank SA Society Cheque Account (Old)	(4)	29,661
Bank SA Society Cheque Account (New)	203,869	-
BOQ Everyday Business Account	39,322	960
BOQ Premier Investment Account	639,306	621,242
Cash on Hand	790	790
	<u>883,282</u>	<u>652,653</u>
3. Trade & Other Receivables		
Meals Brokerage Service	-	2,692
Other Debtors	908	22
	<u>908</u>	<u>2,714</u>
4. Financial Assets		
Non-Current		
Shares in Unlisted Securities, at cost	2,500	2,500
Loan - Dom Kopernika	-	38,674
	<u>2,500</u>	<u>41,174</u>
5. Property, Plant & Equipment		
Plant & Equipment at Cost - HCP	60,108	60,108
Less Accumulated Depreciation	<u>(60,108)</u>	<u>(60,108)</u>
	-	-
Plant & Equipment at Cost - Admin	21,862	18,289
Less Accumulated Depreciation	<u>(16,594)</u>	<u>(15,158)</u>
	5,268	3,131
Plant & Equipment at Cost - PSSS	11,250	11,250
Less Accumulated Depreciation	<u>(11,250)</u>	<u>(11,109)</u>
	-	141
Plant & Equipment at Cost - SPE	10,356	10,356
Less Accumulated Depreciation	<u>(10,356)</u>	<u>(10,356)</u>
	-	-
Plant & Equipment at Cost - Meals	8,203	8,203
Less Accumulated Depreciation	<u>(8,077)</u>	<u>(7,947)</u>
	126	256
Plant & Equipment at Cost - PAS	1,812	712
Less Accumulated Depreciation	<u>(679)</u>	<u>(569)</u>
	1,133	143
Total Property, Plant & Equipment	<u>6,527</u>	<u>3,671</u>

FEDERATION OF POLISH ORGANISATIONS IN SA INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
6. Intangible Assets		
Website Development	4,000	-
	<u>4,000</u>	<u>-</u>
7. Trade & Other Payables		
Accrued Expenses	18,817	-
GST Liability	16,106	17,934
Grants to be Provided	9,032	-
PAYG Withholding Payable	32,486	13,752
Superannuation Payable	15,530	14,244
Trade Creditors	23,467	13,453
	<u>115,439</u>	<u>59,383</u>
8. Provisions		
Provision for Long Service Leave	37,281	31,832
Provision for Backpay Wages	-	12,157
	<u>37,281</u>	<u>43,990</u>

9. Contingent Liabilities

Contingent liabilities represent items that, at 30 June 2016, are not recognised in the Statement of Financial Position because there is significant uncertainty at that date as to the necessity for the entity to make payments in respect of them. The Committee disclose the following contingent liability:

Department for Communities and Social Inclusion Liability	\$225,637
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