

# Financial Statements

SA Local Government Financial Management Group

ABN 37 746 417 097

For the year ended 30 June 2021

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# Income and Expenditure Statement

## SA Local Government Financial Management Group For the year ended 30 June 2021

	2021	2020
<b>Income</b>		
Interest Income	1,278	1,647
Membership Subscriptions	17,841	22,751
Other Income	1,847	1,024
<b>Projects &amp; New Initiatives</b>		
Fees & Charges Project	-	2,255
Projects & New Initiatives	-	11,000
<b>Total Projects &amp; New Initiatives</b>	-	13,255
<b>Seminars &amp; Events</b>		
Seminar: March	18,637	-
Seminar: December	34,214	63,833
<b>Total Seminars &amp; Events</b>	<b>52,850</b>	<b>63,833</b>
Sponsorship	86,968	105,500
<b>Total Income</b>	<b>160,785</b>	<b>208,009</b>
<b>Gross Surplus</b>	<b>160,785</b>	<b>208,009</b>
<b>Expenditure</b>		
Newsletter & Website	5,198	6,163
Accounting, Secretarial & Office Expenses	14,057	30,708
Other Expenses	3,758	3,481
<b>Seminars &amp; Events</b>		
Annual General Meeting/August Seminar	45,808	6,989
Seminar: March	9,045	-
Seminar: December	65,030	96,794
Seminar Expenses Other	2,782	7,147
<b>Total Seminars &amp; Events</b>	<b>122,665</b>	<b>110,930</b>
<b>Total Expenditure</b>	<b>145,678</b>	<b>151,282</b>
<b>Net Surplus / (Deficit)</b>	<b>15,107</b>	<b>56,728</b>

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

# Assets and Liabilities Statement

## SA Local Government Financial Management Group As at 30 June 2021

	NOTES	30 JUN 2021	30 JUN 2020
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	2	294,034	260,587
Trade and Other Receivables	3	3,907	8,802
<b>Total Current Assets</b>		<b>297,941</b>	<b>269,390</b>
<b>Total Assets</b>		<b>297,941</b>	<b>269,390</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables	4	20,036	6,592
<b>Total Current Liabilities</b>		<b>20,036</b>	<b>6,592</b>
<b>Total Liabilities</b>		<b>20,036</b>	<b>6,592</b>
<b>Net Assets</b>		<b>277,905</b>	<b>262,798</b>
<b>Member's Funds</b>			
Current Year Earnings		15,107	56,728
Retained Earnings		262,798	206,070
<b>Total Member's Funds</b>		<b>277,905</b>	<b>262,798</b>

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

# Movements in Equity

## SA Local Government Financial Management Group For the year ended 30 June 2021

	2021	2020
<b>Equity</b>		
Opening Balance	262,798	205,572
<b>Increases</b>		
Profit for the Period	15,107	56,728
Retained Earnings	-	498
<b>Total Increases</b>	<b>15,107</b>	<b>57,226</b>
<b>Total Equity</b>	<b>277,905</b>	<b>262,798</b>

# Statement of Cash Flows

## SA Local Government Financial Management Group For the year ended 30 June 2021

	2021	2020
<b>Cash Flows</b>		
<b>Cash Flows From Operating Activities</b>		
Investment income	1,303	1,745
Membership subscriptions	17,841	22,751
Receipts - Other	137,491	171,181
Payments - Other	(123,188)	(167,086)
<b>Total Cash Flows From Operating Activities</b>	<b>33,447</b>	<b>28,591</b>
Cash & Cash Equivalents at the Beginning of Reporting Period	260,587	231,996
<b>Cash &amp; Cash Equivalents at the End of Reporting Period</b>	<b>294,034</b>	<b>260,587</b>

# Notes to the Financial Statements

## SA Local Government Financial Management Group For the year ended 30 June 2021

### 1. Summary of Significant Accounting Policies

This financial report is a special purpose financial report prepared for use only by the Association.

The Association has determined that it is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the following Australian Accounting Standards:

- AASB 1031: Materiality
- AASB 110: Events occurring after reporting date

No other Australian Accounting Standards, Urgent Issues Group Consensus Views or other authorities pronouncements of the Australian Accounting Standards Board have been applied.

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

#### Cash on Hand

Cash on hand 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.

#### Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. 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.

#### Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. 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. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

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.

#### Goods and 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 (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

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

## Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

## Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association 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.

	2021	2020
<b>2. Cash &amp; Cash Equivalent</b>		
Cheque Account	76,285	42,830
Debit Cards	6,160	9,905
LGFA Investment	209,155	207,852
PayPal	2,434	-
<b>Total Cash &amp; Cash Equivalent</b>	<b>294,034</b>	<b>260,587</b>
	2021	2020

## 3. Trade & Other Receivables

Accounts Receivables	3,855	(320)
Accrued Interest	52	77
Prepayments	-	9,045
<b>Total Trade &amp; Other Receivables</b>	<b>3,907</b>	<b>8,802</b>
	2021	2020

## 4. Current Liabilities

Accounts Payable	17,164	2,294
GST Payables	2,872	4,297
<b>Total Current Liabilities</b>	<b>20,036</b>	<b>6,592</b>
	2021	2020

## 5. Cash Flow Information

### Reconciliation of Cash Flow from Operating Activities

Current Year's Surplus	15,107	61,599
<b>Changes in Assets &amp; Liabilities</b>		
(Increase) / Decrease in Receivables	(4,175)	825
Increase / (Decrease) in Creditors	22,515	(33,833)
<b>Net Cash Provided by Operating Activities</b>	<b>33,447</b>	<b>28,591</b>

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



# Ian G McDonald FCA



## To the Member of the South Australian Local Government Financial Management Group Inc. Independent Auditor's Report

We have audited the attached financial statements, being a special purpose financial report, of the South Australian Local Government Financial Management Group Inc. (Association), for the year ended 30 June 2021.

### Opinion

In our opinion, the financial statements of the Association are properly drawn up:

- a) to present fairly the financial position of the Association as at the 30 June 2021 and the results of its operations for the period then ended, and;
- b) according to applicable Australian Accounting Standards.

### Basis for Opinion

For the audit of the Association we have maintained our independence in accordance with the relevant ethical requirements of APES 110 Section 290. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Other Information – Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist the association to meet the requirements of Associations Incorporation Act (SA) 1985 and regulations. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the members.

### Responsibilities of Management for the Financial Report

The Board of Management is responsible for the preparation of the financial report in accordance with Associations Incorporation Act (SA) 1985 and regulations and for such internal control as management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibilities for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the schedule 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 in 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 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 the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, 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.

A handwritten signature in blue ink that reads 'Ian G McDonald'.

Ian G McDonald FCA  
Registered Company Auditor

Dated at Grange, 1 September 2021

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