

**SOUTH AUSTRALIAN NETWORK OF DRUG AND
ALCOHOL SERVICES INC**

FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2017

SOUTH AUSTRALIAN NETWORK OF DRUG AND ALCOHOL SERVICES INC

**STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 30 JUNE 2017**

	Note	2017 \$	2016 \$
Revenue		451,868	403,362
Other expenses		<u>(407,740)</u>	<u>(384,451)</u>
Profit before income tax		37,023	18,911
Income tax expense		<u>-</u>	<u>-</u>
Profit for the year		<u><u>37,023</u></u>	<u><u>18,911</u></u>
Profit attributable to members of the entity		<u><u>37,023</u></u>	<u><u>18,911</u></u>

The accompanying notes form part of these financial statements.

SOUTH AUSTRALIAN NETWORK OF DRUG AND ALCOHOL SERVICES INC

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2017

	Note	2017 \$	2016 \$
ASSETS			
CURRENT ASSETS			
Cash on hand	2	279,264	256,089
Accounts receivable and other debtors	3	7,699	882
Other current assets	4	2,680	2,539
TOTAL CURRENT ASSETS		<u>289,643</u>	<u>259,510</u>
TOTAL ASSETS		<u>296,644</u>	<u>259,510</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables	6	21,128	29,894
Borrowings	7	10,801	2,700
Provisions	8	12,837	12,061
TOTAL CURRENT LIABILITIES		<u>44,766</u>	<u>44,655</u>
TOTAL LIABILITIES		<u>44,766</u>	<u>44,655</u>
NET ASSETS		<u>251,878</u>	<u>214,855</u>
MEMBERS' FUNDS			
Retained earnings		<u>251,878</u>	<u>214,855</u>
TOTAL MEMBERS' FUNDS		<u>251,878</u>	<u>214,855</u>

The accompanying notes form part of these financial statements.

SOUTH AUSTRALIAN NETWORK OF DRUG AND ALCOHOL SERVICES INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act 1985 South Australia. The board has determined that the association is not a reporting entity.

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

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

(a) Property, Plant and Equipment

All property, plant and equipment except for freehold land and buildings are initially measured at cost and are depreciated over their useful lives to the association.

The carrying amount of plant and equipment is reviewed annually by the board to ensure it is not in excess of the recoverable amount. The recoverable amount is assessed on the basis of expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to present values in determining recoverable amounts.

(b) 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).

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. Receivables and payables in the balance sheet are shown inclusive of GST.

(c) Revenue and Other Income

Grant 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 received the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied. These amounts are carried forward as a liability in the financial statements and are disclosed as Unexpended Project Funds in Trade and Other Payales.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue for the provision of goods and services is recognised upon the delivery of the goods and services to the customers.
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Revenue for the provision of goods and services is recognised upon the delivery of the goods and services to the customers.

All revenue is stated net of the amount of goods and services tax (GST)

SOUTH AUSTRALIAN NETWORK OF DRUG AND ALCOHOL SERVICES INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

(d) Commitments

The Association currently holds a lease agreement for 204 Wright Street, Adelaide.
Rent Expense in 2017 was \$18,700. (2016: \$18,840).

(e) Economic Dependency

The Association incurred an operating profit in 2017 of \$37,023 (2016 profit of \$18,911)

The Association receives significant funding from Government Grants. The extent to which the Association will be able to continue the provision of services at current levels is dependent on the continuation of appropriate levels of Government Funding, the achievement of operating surpluses and positive operating cash flows.

The Association has renewed the following service agreements with the State and Federal Government:

Grant	Funding p.a (Ex GST)	Agreement Expiration Date
	\$	\$
CSCBSPP (Cwlth)	218,609	30 June 2019
Mental Health and Substance Abuse	133,057	30 June 2018

In addition, an indexation adjustment payment is expected to be received from the Government for core funding.

SOUTH AUSTRALIAN NETWORK OF DRUG AND ALCOHOL SERVICES INC

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017 (Continued)**

	2017 \$	2016 \$
2. CASH ON HAND		
Petty cash imprest	91	220
Cheque Account	15,902	4,834
Cash Reserve	107,602	98,628
Term Deposit	155,669	152,407
	<u>279,264</u>	<u>256,089</u>
3. ACCOUNTS RECEIVABLE AND OTHER DEBTORS		
CURRENT		
Trade receivables	<u>1,790</u>	<u>882</u>
4. OTHER CURRENT ASSETS		
CURRENT		
Prepayments	<u>2,680</u>	<u>2,539</u>
5. PROPERTY, PLANT AND EQUIPMENT		
Office furniture and equipment	31,811	17,705
Less accumulated depreciation	(24,810)	(17,705)
Total property, plant and equipment	<u>7,001</u>	<u>-</u>
6. ACCOUNTS PAYABLE AND OTHER PAYABLES		
CURRENT		
Good and services tax	8,381	6,501
Sundry creditors	-	-
Trade creditors	1,853	101
Unexpended Grant Funds	14,860	10,000
Withholding taxes payable	(3,966)	11,480
Superannuation Payable	-	1,812
	<u>21,128</u>	<u>29,894</u>
7. BORROWINGS		
CURRENT		
Westpac Mastercard	<u>2,696</u>	<u>2,700</u>
8. PROVISIONS		
CURRENT		
Employee Benefits	<u>12,837</u>	<u>12,061</u>

SOUTH AUSTRALIAN NETWORK OF DRUG AND ALCOHOL SERVICES INC

STATEMENT BY MEMBERS OF THE BOARD

The board 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 accordance with a resolution of the board of South Australian Network of Drug & Alcohol Services, the members of the board declare that the financial statements as set out on pages 2 to 6:

1. present fairly the financial position of South Australian Network of Drug & Alcohol Services as at 30 June 2017 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporations Act 1985; and
2. at the date of this statement there are reasonable grounds to believe that the South Australian Network of Drug & Alcohol Services will be able to pay its debts as and when they fall due.

This statement is signed for and on behalf of the board by:

Chair



Helene Nielsen

Treasurer



Mark Anders

Dated: 18.9.2017

SOUTH AUSTRALIAN NETWORK OF DRUG AND ALCOHOL SERVICES INC

BOARD'S REPORT

The board members submit their financial report of South Australian Network of Drug and Alcohol Services Inc for the financial year ended 30 June 2017.

Board Members

The names of the Board members throughout the year and at the date of this report are:

Ms Helene Nielsen	Chair	Centacare Organisation Member
Mr Mark Anders	Treasurer	Individual member
Ms Carol Gannon	Deputy Chair	Uniting Communities Organisation Member
Ms Karen Flenche		Salvation Army Organisation Member
Ms Debby Kadarusman		Drug ARM Organisation Member
Mr Kyp Boucher		Life Without Barriers Organisation Member
Ms Carol Holly		Individual member
Mr Adam Sherwood		Mission Australia Organisation Member
Ms Deirdre Flynn		Catherine House Organisation Member
Ms My Phuong Sramek		CASSA Organisation Member

Principle Activities

South Australian Network of Drug and Alcohol Services purpose is:

To provide independent, state wide representation and advocacy for non-government organisations working in the alcohol and other drug sector and to support and enhance efficiency through networking and policy development.

Significant Changes

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

Operating Result

The profit after providing for income tax amounted to \$37,023.

In accordance with Section 35 (5) of the Associations Incorporation Act (SA) 1985, the Board hereby states that during the financial year ended 30 June 2017:

- (1) No officer of the Association,
- (2) No firm of which an officer is a member, and
- (3) No body corporate in which the officer has a substantial interest

Has received or become entitled to receive a benefit as a result of a contract between the officer, firm or corporate body and the Association.

No officer of the Association has received directly or indirectly from the Association any payment or other benefit of pecuniary value.

Signed in accordance with a resolution of the members of the board:



Helene Nielsen
Chair



Mark Anders
Treasurer

Dated: