

AIDS COUNCIL OF SOUTH AUSTRALIA INC.

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2007

Statement by the Board of Management

Income & Expenditure Statement

Balance Sheet

Notes to and forming part of the accounts

Independent Auditor's Report

AIDS COUNCIL OF SOUTH AUSTRALIA INC.

STATEMENT BY BOARD OF MANAGEMENT

The Board is satisfied that the association's accounts present fairly the results of the operations of the association for the period 1 July 2006 to 30 June 2007, and the state of the association at 30 June 2007. Further, the Board has reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

There are no bodies corporate that are subsidiaries of the association within the meaning of Section 46 of the Corporations Law, nor any trusts of which the association is a trustee.

The Board is satisfied that no officers of the association, or firm or corporate body in which any officer has substantial financial interest, gained a benefit as a result of a contract, or received directly or indirectly and payment or pecuniary benefit as a result of their position on the Board of the AIDS Council of South Australia Incorporated.

Signed for and on behalf of the Board of the AIDS Council of South Australia Incorporated by

Craig Sargent

President

Dated

Darriene Bromley

Treasurer

Day of November 2007

AIDS Council of SA

Statement of Income & Expenditure
for the Year Ended 30th June 2007

	2006/2007	2005/2006
	\$	\$
Income		
Core Grant	1,819,278	1,687,975
Other Grant/s	79,996	87,033
Funds Raised	67,638	89,671
Interest Received	25,854	24,295
Memberships	896	737
Miscellaneous Income	18,837	14,308
Trading Income	17,120	9,431
	2,029,619	1,913,450
Expenditure		
Depreciation	53,019	48,634
Meeting Costs	25,437	26,898
Motor Vehicles	15,224	13,570
Operations & Infrastructure	364,188	383,686
Professional Fees	77,806	45,181
Promotional Costs including fundraising	51,241	57,950
Staff Costs	1,362,723	1,282,731
Training & Development	22,005	35,228
Travel	35,963	23,023
	2,007,606	1,916,901
Operating Surplus (Deficit) transferred to Members Funds	22,013	(3,451)

AIDS Council of SA

Statement of Income & Expenditure
for the Year Ended 30th June 2007

	2006/2007	2005/2006	notes
	\$	\$	
Current Assets			
Cash on Hand	500	360	
Cash at Bank	91,442	18,887	
Cash Invested	325,000	430,000	
Prepayments	7,784	16,038	
Receivables	2,485	15,836	
Inventory	24,604	26,674	
	451,815	507,795	
NonCurrent Assets			
Office Furniture & Equipment	51,848	43,112	2
Lease Hold Improvements	-	20,940	3
Motor Vehicles	9,958	12,849	4
	61,806	76,901	
Total Assets	513,621	584,696	
Current Liabilities			
Creditors & Accruals	100,918	30,332	
Funds received in Advance	151,113	239,647	
Employee Entitlements	31,938	49,367	5
Grant funds Carried over	42,217	58,741	
Non-Grant funds Carried over	48,502	66,352	
	374,688	444,439	
Non Current Liabilities			
Employee Entitlements	30,072	37,438	6
Provision for Future Expense	79,909	95,880	
	109,981	133,318	
Total Liabilities	484,669	577,757	
Net Assets	28,952	6,939	
Members Funds			
Opening Balance	6,939	10,390	
Operating Surplus (Deficit) for the Year	22,013	(3,451)	
Closing Members Funds	28,952	6,939	

AIDS COUNCIL OF SOUTH AUSTRALIA INC

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2007**

1. Statement of 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 (SA) 1985. The Board of the Council has determined that the organisation is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the Associations Incorporations Act (SA) 1985 and the following Australian Accounting Standards:

- AAS 1 Profit and Loss or Other Operating Statements
- AAS 5 Materiality
- AAS 8 Events Occurring After Reporting Date

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

The financial report has been prepared on an accrual basis and at historic costs and does not take into account changing money values.

The following specific accounting policies, which are consistent with the previous period unless otherwise state, have been adopted in the preparation of this financial report:

Income Tax

The organization being a public benevolent institution is not assessable for Federal Income Tax.

GST

All income and expenditure are stated net of the amount of goods and services tax (GST).

Employee Entitlements

Provision is made for the organisation's liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year, together with entitlements arising from wages and salaries, annual leave and time off in lieu which will be settled after one year, have been measured at their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future year cash outflows to be made for those entitlements.

Contributions are made by the organisation to superannuation funds and are charged as expenses when incurred.

Related Party Transactions

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

Inventories

The inventory comprises stocks on hand for resale. Inventory is valued at the lower of cost and net realisable value.

Government and Other Grants

Government and Other Grants are brought to account in the period to which they relate.

Depreciation of Office Furniture and Equipment and Motor Vehicles

Office Furniture and Equipment and Motor Vehicles are depreciated over their estimated useful lives and are first depreciated in the year of purchase.

Funding Carried Over to Subsequent Period

Funds carried over to a subsequent period have been done on the basis that such treatment will allow a more accurate matching process of Income with the related Expenses.

2. Office Furniture & Equipment

	2006/07	2005/06
	\$	\$
Furniture & Equipment at Cost	168,385	268,253
Less Accumulated Depreciation	116,537	225,141
Net Value	51,848	43,112

	2006/07 \$	2005/06 \$
3. Leasehold Improvements		
Leasehold Improvements at Cost	48,944	48,944
Less Accumulated Depreciation	48,944	28,004
Net Value	0	20,940
 4 . Motor Vehicles		
Motor Vehicles at Cost	45,903	45,903
Less Accumulated Depreciation	35,945	33,054
Net Value	9,958	12,849
 5. Employee Entitlements		
Annual Leave	28,480	46,224
Toil	3,458	3,143
Total	31,938	49,367
 6. Employee Entitlements (Non-Current)		
Long Service Leave	30,072	29,392
Provision Redundancy	0	8,046
Total	30,072	37,438

THE AIDS COUNCIL OF SOUTH AUSTRALIA INC**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS****Scope**

We have audited the financial report, being a special purpose financial report, of the Aids Council of South Australia Inc for the year ended 30 June 2007 comprising the Statement of Income & Expenditure for the year ended 30th June 2007, the Balance Sheet as at 30 June 2007 and the Notes to and forming part of the Financial Statements. The Board is responsible for the preparation and true and fair presentation of the financial report and has determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are consistent with the financial reporting requirements of the Associations Incorporations Act SA 1985 and are appropriate to meet the needs of the members. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

The special purpose financial report has been prepared for distribution to members for the purpose of fulfilling the boards financial reporting requirements under the Associations Incorporations Act SA 1985. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

Audit Approach

We conducted an independent audit in order to express an opinion to the members of the Association. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control and the availability of persuasive rather than conclusive evidence. An audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report is presented fairly, in accordance with the accounting policies described in Note 1, so as to present a view which is consistent with our understanding of the Associations financial position, and of its performance as represented by the results of its operations. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia. No opinion is expressed as to whether the accounting policies used and described in Note 1, are appropriate for the needs of the members.

We formed our audit opinion on the basis of our procedures, which included examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the Board. While we consider the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

The audit opinion expressed in the report has been formed on the above basis.

Audit Opinion

In our opinion, the financial report of the Aids Council of South Australia Inc presents fairly, in accordance with the accounting policies described in Note 1 to the financial statements, the financial position of the organisation as at 30 June 2007 and the results of its operations for the year then ended.

PETER HALL – CHARTERED ACCOUNTANTS

PETER HALL
Registered Company Auditor

Dated November 2007