

Motivation Australia Development Organisation Incorporated
ABN 55935512893

Financial Statements

For the year ended 30 June 2017

Contact Motivation Australia 191 Port Road Aldinga SA 5173 Australia, +61 (0)8 8556 6703 info@motivation.org.au www.motivation.org.au
Board Dr Lloyd Walker, David Constantine MBE, Deb Hartley, Chris Miller, Kylie Mines, Peter Stewart, Kerry Thomas
Ambassador Kelly Vincent MLC

The Motivation Australia Development Organisation inc. is an Incorporated Association in South Australia (A39386);
and a committed member of ACFID and ACFID Code of Conduct Signatory. ABN: 55 935 512 893

Motivation Australia Development Organisation Inc
ABN: 55 935 512 893



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COMMITTEE'S REPORT

Your committee members submit the financial report of Motivation Australia Development Organisation Incorporated for the financial year ended 30 June 2017.

Committee Members

The names of each person who has been a committee member during the year and to the date of this report are:

| | Date appointed | Date of cessation |
|----------------------|----------------|-------------------|
| Dr L Walker (Chair) | 09/10/2014 | - |
| C Miller (Treasurer) | 19/04/2012 | - |
| K Mines (Secretary) | 16/10/2007 | - |
| D Constantine | 16/10/2007 | - |
| D Hartley | 03/09/2009 | - |
| K Thomas | 25/06/2015 | - |
| P Stewart | 09/02/2017 | - |

Principal Activities

The organisation's principal activities for the year were:

- The support of established mobility device services in Samoa and Fiji
- Training of personnel for mobility device services in the Pacific region
- Raised awareness and advocated for increased access to appropriate mobility device services and assistive technology in the pacific region

Significant Changes

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

Operating Result

The net income over expenditure amounted to a deficit of \$337,204 (2016 surplus \$26,932)

This declaration is made in accordance with a resolution of the Board of Governors.

Chairperson:


Lloyd Walker

Treasurer:


Chris Miller

Dated this 20th day of October 2017

| | Note | 2017 (\$) | 2016 (\$) |
|---|------|------------------|------------------|
| INCOME | | | |
| International Aid & Development | | | |
| Donations and gifts | | | |
| Monetary | 2e | 141,574 | 88,463 |
| Non-monetary | 2e | 180,041 | 119,720 |
| Bequests and Legacies | | - | - |
| Grants | | | |
| Department of Foreign Affairs and Trade (DFAT) | | 307,612 | 692,000 |
| Other Australian Grants | | 35,000 | 85,330 |
| Overseas Grants | | 304,232 | 48,769 |
| Commercial Activities income | 4 | 90,816 | 9,815 |
| Investment income | 5 | 10,378 | 16,619 |
| Other income | 6 | 9,611 | 18,790 |
| TOTAL INTERNATIONAL AID & DEVELOPMENT INCOME | | 1,079,264 | 1,079,506 |
| Domestic Aid & Development | | | |
| Donations and gifts | | - | - |
| Bequests and Legacies | | - | - |
| Grants | | - | - |
| Investment income | | - | - |
| Other income | 6 | - | 16,784 |
| TOTAL DOMESTIC AID & DEVELOPMENT INCOME | | - | 16,784 |
| TOTAL INCOME | | 1,079,264 | 1,096,290 |
| COST OF SALES | | 45,579 | 4,400 |
| GROSS INCOME | | 1,033,685 | 1,091,890 |
| EXPENDITURE | | | |
| International Aid & Development | | | |
| International Programs Expenditure | | | |
| Funds to international programs | 7 | 998,096 | 750,332 |
| Program support costs | | 32,793 | 57,271 |
| Community education | | 5,445 | 4,849 |
| Fundraising costs | | | |
| Public | | 17,322 | 15,917 |
| Government, multilateral and private | | 32,978 | 4,387 |
| Accountability and Administration | 8 | 87,993 | 91,186 |
| Commercial Activities | | 16,221 | 7,991 |
| Non-Monetary Expenditure | 2e | 180,041 | 119,720 |
| TOTAL INTERNATIONAL AID & DEVELOPMENT PROGRAMS EXPENDITURE | | 1,370,889 | 1,051,652 |
| Domestic Aid & Development | | | |
| Domestic Programs Expenditure | | - | - |
| Commercial Activities | | - | - |
| Other expenditure | 9 | - | 13,305 |
| Non-Monetary Expenditure | 2e | - | - |
| TOTAL EXPENDITURE | | 1,370,889 | 1,064,958 |
| EXCESS / (SHORTFALL) OF INCOME OVER EXPENDITURE | | (337,204) | 26,932 |

During the financial year, Motivation Australia had no transactions in the International Political or Religious Adherence Promotion programs category.

The accompanying notes form part of these financial statements.

| | Notes | 2017 (\$) | 2016 (\$) |
|--|-------|----------------|------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and cash equivalents | 10 | 740,501 | 1,087,518 |
| Trade and other receivables | | 37,219 | 49,791 |
| Inventories | | 4,886 | 3,641 |
| Total Current Assets | | 782,606 | 1,140,950 |
| Non-Current Assets | | | |
| Total Non-Current Assets | | | |
| TOTAL ASSETS | | 782,606 | 1,140,950 |
| Current Liabilities | | | |
| Trade and other payables | 11 | 15,679 | 13,634 |
| Borrowings | | - | - |
| Current tax liabilities | 12 | 16,046 | 59,685 |
| Other financial liabilities | 13 | 3,245 | 6,243 |
| Provisions | 14 | 45,736 | 24,787 |
| Total Current Liabilities | | 80,706 | 104,349 |
| Non Current Liabilities | | | |
| Provisions | 14 | 2,503 | - |
| Total Non Current Liabilities | | 2,503 | - |
| TOTAL LIABILITIES | | 83,209 | 104,349 |
| NET ASSETS | | 699,397 | 1,036,601 |
| EQUITY | | | |
| Opening retained earnings | | 1,036,601 | 1,009,669 |
| Excess of income over expenditure for the year | | (337,204) | 26,932 |
| TOTAL EQUITY | | 699,397 | 1,036,601 |

The accompanying notes form part of these financial statements.

| DESIGNATED PURPOSE: | Cash available at beginning of financial year | Cash raised during financial year | Cash disbursed during financial year | Cash available at end of financial year |
|---|---|-----------------------------------|--------------------------------------|---|
| INTERNATIONAL PROGRAMMES | | | | |
| ANCP - Fiji Peer to Peer | (291) | 291 | 0 | 0 |
| ANCP - Fiji UMP | 7,059 | 0 | 7,059 | 0 |
| ANCP - Fiji MDS | 9,879 | 0 | 9,879 | 0 |
| ANCP - Timor Leste Project Design | 1,607 | 0 | 1,607 | 0 |
| ANCP - Administration | (946) | 946 | 0 | 0 |
| Timor Leste - Wheelchair Programme | 1 | 0 | 0 | 1 |
| ANCP - 2016/17 Programme | 0 | 258,437 | 300,002 | (41,565) |
| Tonga project design | 0 | 32,933 | 30,565 | 2,368 |
| Assistive Technology training package | 0 | 15,612 | 14,907 | 705 |
| FSM Assistive Technology support | 0 | 23,486 | 19,624 | 3,862 |
| Vanuatu - Walking Aids | 120 | 0 | 120 | (0) |
| Vanuatu WSP | (3,467) | 0 | 6,781 | (10,248) |
| Vanuatu - Vanuatu Society for People with Disability Rebuild | 4,449 | 0 | 0 | 4,449 |
| Samoa - Supporting Integrated Mobility Device Services | 657,327 | 121,626 | 496,892 | 282,061 |
| Samoa - Data tools & training | 58,337 | 1,449 | 59,787 | (0) |
| MSH/WHO ToT Development | 19,813 | 22,510 | 42,323 | (0) |
| Kiribati - Regional Amputation Programme | 0 | 48,612 | 41,318 | 7,294 |
| Tonga - Student Scholarships | 0 | 57,886 | 8,699 | 49,187 |
| PNG - Strengthening Assistive Device Provision | (12,405) | 6,116 | 0 | (6,289) |
| LDS Field trial | 0 | 6,688 | 6,688 | 0 |
| LDS Design review | (151) | 445 | 294 | (0) |
| Ethiopia - Wheelchair workshop & Women with Disabilities Development Association | 4,005 | 10,135 | 7,835 | 6,305 |
| WHO Wheelchair Service Training Package Training Support | 0 | 4,390 | 4,390 | 0 |
| TOTAL INTERNATIONAL PROGRAMMES | 745,337 | 611,563 | 1,058,772 | 298,128 |
| AUSTRALIAN PROGRAMMES | | | | |
| Northern Territory - Wheelchair service delivery training for clinicians (MJD Foundation) | 1 | | 1 | 0 |
| TOTAL AUSTRALIAN PROGRAMMES | 1 | 0 | 1 | 0 |
| TOTAL FUNDS FOR DESIGNATED PURPOSE | 745,338 | 611,563 | 1,058,772 | 298,129 |
| NON DESIGNATED PURPOSE: | | | | |
| Australian sales: sports wheelchairs, wheelchairs, cushions | 116,466 | 89,571 | 61,800 | 144,237 |
| Other | 297,406 | 64,197 | 117,492 | 244,111 |
| Public Fundraising | 75,392 | 213,487 | 17,322 | 271,557 |
| Government Fundraising | (17,793) | 0 | 32,978 | (50,771) |
| International Community Education | (16,873) | 0 | 5,445 | (22,318) |
| Domestic Community Education | 3,979 | | | 3,979 |
| International Programme Support | (119,876) | 62,684 | 91,230 | (148,422) |
| NDIA AT Rural & Remote | 3,479 | 0 | 3,479 | 0 |
| TOTAL FUNDS FOR NON DESIGNATED PURPOSES | 342,180 | 429,939 | 329,747 | 442,373 |
| TOTAL | 1,087,518 | 1,041,502 | 1,388,519 | 740,501 |

1 Corporate Information

The financial statements of Motivation Australia Development Organisation for the year ended 30 June 2017 were authorised for issue in accordance with a resolution of the members of the Board of Governors on 19th October 2017.

Motivation Australia Development Organisation is an association incorporated in South Australia under the Associations Incorporation Act (SA) 1985. The association is a tax exempt body and is registered for GST.

2 Summary of accounting policies

(a) Financial Reporting Framework

Motivation Australia Development Organisation is not a reporting entity because in the opinion of the board, there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly this 'Special Purpose Financial Report' has been prepared to satisfy the boards reporting requirements under the Associations Incorporation Act (SA) 1985.

(b) Statement of compliance

These special purpose financial statements have been prepared in accordance with:

AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors

AASB 124 Related Party Disclosures

(c) Basis of preparation

These special purpose financial statements have been prepared in accordance with the requirements of the South Australian Incorporations Act.

The financial statements have been prepared on an accruals basis.

Currency and rounding of amounts

The financial statements are presented in Australian dollars, which is the association's functional currency.

Amounts in the Financial Report have been rounded to the nearest dollar.

(d) Significant accounting judgements, estimates and assumptions

There are no significant accounting judgements, estimates, or assumptions in the enclosed financial statements.

(e) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to MA and the revenue can be reliably measured.

Revenues are recognised net of the amounts of goods and services tax (GST).

Grant income

Grants received in advance from government, trusts and foundations are recognised on receipt of the funding irrespective of whether the related costs which they were intended to compensate will occur in future periods. When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

2 Summary of accounting policies cont.

(e) Revenue recognition cont.

Investment income

Investment income comprises interest income. Interest income is recognised as interest accrues.

Sale of goods

Revenue from the sale of goods is recognised when the risks and rewards are passed on to the buyer.

Revenue from Fundraising

Donations and gifts

Monetary:

Monetary donations collected are recognised as revenue when cash is received.

| | 2017 | 2016 |
|--|----------------|---------------|
| | \$ | \$ |
| | 141,574 | 88,463 |

Non-Monetary - Volunteer Input:

Non-Monetary Volunteer Input derives from volunteer services. The hourly rates used to calculate the non monetary benefit are those recommended by the DFAT Enterprise Agreement 2015-2018.

| | 2017 | 2016 |
|---|---------------|---------------|
| | \$ | \$ |
| TOTAL Non-Monetary Volunteer Input attributable to international programmes | 27,188 | 33,450 |
| TOTAL Non-Monetary Volunteer Input attributable to domestic programmes | - | - |
| TOTAL Non-Monetary Volunteer Input not attributable to international programmes | 6,003 | 24,273 |
| TOTAL Non-Monetary Volunteer Input: | 33,191 | 57,723 |

Non-Monetary - Gifts:

Non-Monetary Gifts attributable to international programmes

| | 2017 | 2016 |
|--|---------------|---------------|
| | \$ | \$ |
| Samoa - prosthetic & orthotic equipment | 82,982 | 2,667 |
| Samoa - consultant services | 2,110 | - |
| Samoa - contruction of database | 5,000 | - |
| PNG - accommodation | - | 871 |
| Tigray - travel costs | 3,216 | 6,672 |
| TOTAL Non-Monetary Gifts attributable to international programmes | 93,308 | 10,210 |

TOTAL Non-Monetary Gifts attributable to domestic programmes

| | | |
|--|---|---|
| | - | - |
|--|---|---|

*Non-Monetary Gifts **not** attributable to international programmes*

| | 2017 | 2016 |
|--|---------------|---------------|
| | \$ | \$ |
| Business software | 52,150 | 50,862 |
| Fundraising - prizes donated | 1,392 | 925 |
| TOTAL Non-Monetary Gifts not attributable to international programmes | 53,542 | 51,787 |

TOTAL Non-Monetary Gifts

| | | |
|--|----------------|---------------|
| | 146,850 | 61,997 |
|--|----------------|---------------|

TOTAL Non-Monetary donations / expenditure

| | | |
|--|----------------|----------------|
| | 180,041 | 119,720 |
|--|----------------|----------------|

2 Summary of accounting policies cont.

(f) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to this category.

(g) Cash and cash equivalents

Cash in the balance sheet comprise cash at bank and on hand and short term deposits with an original maturity of three months or less.

(h) Trade and other receivables

Trade and other receivables represent income committed to Motivation Australia before the end of the financial year that is outstanding. These amounts are usually settled in 30 days.
The carrying amount of the receivables is deemed to reflect fair value.

(i) Inventories

Inventories are held on the Statement of Financial Position at cost.

(j) Property, Plant and Equipment

There are no property, plant and equipment held by the entity.

(k) Assets held for Sale

There are no Assets held for Sale on the Statement of Financial Position.

(l) Trade and other payables

Trade and other payables represent liabilities for goods and services provided to Motivation Australia before the end of the financial year that are unpaid. These amounts are usually settled in 30 days.
The carrying amount of the creditors and payables is deemed to reflect fair value.

(m) Employee benefits

Employee benefits comprise wages and salaries, annual leave and contributions to superannuation plans.

Liabilities for wages and salaries expected to be settled within 12 months of the reporting date are recognised in other payables in respect of employees' services up to the reporting date. Liabilities for annual leave in respect of employees' services up to the reporting date that are expected to be settled within 12 months after the end of the period in which the employees render the related services are recognised in the provision for annual leave. Both liabilities are measured at the amounts expected to be paid when the liabilities are settled and amounts expected to be settled after 12 months from the end of the reporting period are discounted. Liabilities for non-accumulating personal leave are recognised when the leave is taken and are measured at the rates paid or payable.

Superannuation contributions to certain defined contribution superannuation plans. Contributions are recognised in the statement of profit or loss when they are due.

Motivation Australia has no obligation to pay further contributions to these plans if the plans do not hold sufficient assets to pay all employee benefits relating to employee service in current and prior periods.

2 Summary of accounting policies cont.

(n) Taxation

Income tax

The association is a charitable institution for the purpose of Australian taxation legislation and is therefore exempt from income tax. This exemption has been confirmed by the Australian Taxation Office. The association holds deductible gift recipient (DGR) status and overseas aid deductible gift recipient status (OADGR).

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST is not recoverable from the Australian Tax 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.

The net amount of GST recoverable from or payable to the Australian Taxation Office is included as part of receivables or payables.

(o) Foreign currency translation

Transactions in foreign currencies are initially recorded by applying the exchange rates ruling at the date of the transactions.

(p) Comparatives

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current year.

3 Related Party

2017
\$

2016
\$

During the year the association entered into employment contracts with the following related parties:

| | |
|---------|-----------------------------------|
| K Mines | Secretary / CEO |
| R Mines | Director of Design and Innovation |

During the year the association entered into consulting contracts with the following related parties:

| | |
|----------|---|
| L Walker | Chairman of the Board of Governors / Consultant |
|----------|---|

Total compensation

223,830

209,208

4 Commercial Activities income

2017
\$

2016
\$

Australian product sales

| | | |
|--------------------------------------|--------|-------|
| Motivation Direct Sports Wheelchairs | 72,432 | 5,950 |
|--------------------------------------|--------|-------|

| | | |
|--------------------------|-------|-------|
| Cushions and spare parts | 1,486 | 2,360 |
|--------------------------|-------|-------|

| | | |
|------------------|--------|-------|
| Freight Received | 16,898 | 1,505 |
|------------------|--------|-------|

90,816

9,815

| | | |
|--|----------------|----------------|
| 5 Investment income | 2017 | 2016 |
| | \$ | \$ |
| Interest - <i>International Aid & Development Income</i> | 10,378 | 16,619 |
| Interest - <i>Domestic Aid & Development Income</i> | - | - |
| Total investment income | 10,378 | 16,619 |
| 6 Other income | 2017 | 2016 |
| | \$ | \$ |
| Other | | |
| Cost recovery | 3,339 | 18,639 |
| Merchandise | 44 | - |
| Training fees | 6,000 | - |
| Walking Aid Training Package | 227 | 152 |
| | 9,611 | 18,790 |
| <i>Domestic Aid & Development Income</i> | | |
| Training fees | - | 16,784 |
| Total Domestic Aid & Development - Other income | - | 16,784 |
| 7 Funds to international programs | 2017 | 2016 |
| | \$ | \$ |
| ANCP - Fiji Peer to Peer | - | 291 |
| ANCP - Fiji UMP | - | 40,213 |
| ANCP - Fiji MDS | - | 124,377 |
| ANCP - Timor Leste Project Design | - | 16,077 |
| ANCP - Administration | - | 15,910 |
| Pacific MDS | 300,382 | - |
| Tonga - Project design | 26,266 | - |
| Assistive Technology Training Package | 15,918 | - |
| Federal States Micronesia - Assistive Technology Support | 18,603 | - |
| Vanuatu - Walking Aids | - | 1,367 |
| Vanuatu - Wheelchair Service Provision | - | 35,988 |
| Vanuatu - Vanuatu Society for People with Disability Rebuild | - | 145 |
| Samoa - Supporting Integrated Mobility Device Services | 490,913 | 251,920 |
| Samoa - Data tools & training | 59,787 | 39,959 |
| MSH/WHO ToT Development | 30,804 | 16,504 |
| Kiribati - Regional Amputation Project | 35,766 | - |
| Tonga - Student Scholarship | 1,146 | - |
| PNG - Strengthening Assistive Device Provision | - | 178,408 |
| LDS Design review | 10 | 151 |
| LDS Field trial | 6,275 | - |
| Ethiopia - Wheelchair workshop & Women with Disabilities Development Association of Tigray | 7,835 | 29,022 |
| Wheelchair Fund | 4,390 | - |
| Total funds to international programs | 998,096 | 750,332 |

8 Accountability and Administration

Accountability and Administration expenditure has been apportioned according to the following percentages:

| | 100% | 100% |
|---|---------------|---------------|
| International Aid and Development Programs Expenditure (Incl Monetary & Non Monetary) | 100% | 100% |
| Domestic Programs Expenditure (Incl Monetary & Non Monetary) | 0% | 0% |
| | 2017 | 2016 |
| | \$ | \$ |
| International Aid and Development Programs expenditure (Incl Monetary & Non Monetary) | | |
| Accounting & Audit Fees | 5,005 | 4,050 |
| Printing, postage & stationery, freight | 1,806 | 1,839 |
| Phone / internet | 486 | 403 |
| IT support | 277 | 607 |
| Insurance | 2,802 | 2,780 |
| Registration/Membership | 8,788 | 7,001 |
| Rent | 5,980 | 5,980 |
| Workcover Premium | 1,291 | 1,261 |
| Bank fees | 417 | 566 |
| Gifts | - | 98 |
| Information Comm Technology | 12 | 746 |
| Office equipment | 663 | - |
| Catering | 28 | - |
| Salaries and related costs | 62,358 | 64,225 |
| Travel | 18 | 1,631 |
| Travel - refund from PY expense | (1,937) | - |
| | 87,993 | 91,186 |
| Domestic Programs Expenditure (Incl Monetary & Non Monetary) | - | - |
| Total Accountability and Administration | 87,993 | 91,186 |

9 Other expenditure

| | 2017 | 2016 |
|---|----------|---------------|
| | \$ | \$ |
| Training costs - National Disability Insurance Scheme workshop facilitation | - | 13,305 |
| Total Other expenditure | - | 13,305 |

| | | |
|---|----------------|------------------|
| 10 Current assets - cash and cash equivalents | 2017 | 2016 |
| | \$ | \$ |
| Cash on hand | 4,442 | 341 |
| Cash at bank | 736,059 | 1,087,177 |
| Total Current assets | 740,501 | 1,087,518 |
| 11 Current liabilities - trade and other payables | 2017 | 2016 |
| | \$ | \$ |
| Trade payables | 15,679 | 3,402 |
| Other payables | - | 10,232 |
| Total Current liabilities - trade and other payables | 15,679 | 13,634 |
| 12 Current liabilities - tax liabilities | 2017 | 2016 |
| | \$ | \$ |
| BAS payable | 8,892 | 52,580 |
| PAYG Withholding payable | 7,154 | 5,882 |
| GST adjustment | - | 1,223 |
| Total Current liabilities - tax liabilities | 16,046 | 59,685 |
| 13 Other financial liabilities | 2017 | 2016 |
| | \$ | \$ |
| Credit Card | 3,245 | 6,243 |
| Total Other financial liabilities | 3,245 | 6,243 |
| 14 Provisions | 2017 | 2016 |
| | \$ | \$ |
| Current | | |
| Provision for Annual Leave | 21,691 | 10,731 |
| Provision for Personal Leave | 24,045 | 14,056 |
| Total Provisions - Current | 45,736 | 24,787 |
| Non-current | | |
| Provision for Long Service Leave | 2,503 | - |
| Total Provisions - Non-current | 2,503 | - |

15 Contracted commitments for the forthcoming year

| | 2017 | 2016 |
|--|-------------------------|-------------------------|
| | \$ | \$ |
| Expenditure commitments contracted for: | | |
| Restricted purpose - International program budgeted expenses | 1,769,000 | 988,000 |
| Unrestricted purpose - core operational budgeted expenses | 274,200 | 223,900 |
| | <u>2,043,200</u> | <u>1,211,900</u> |

Motivation Australia is currently delivering significant international programs for Department of Foreign Affairs and Trade including Supporting Integrated Mobility Device Services (SAMOA) and various other programs which would continue in the year 2017 and beyond. The association has budgeted the above costs to be incurred in 2017-18 out of the restricted and unrestricted funds available as at 30 June 2017 together with the anticipated grant income during the year 2018. As per the accounting policy on grant revenue such grant receipts are accounted as revenue in the year of receipt and is available for expenditure in the year in which such expenses are incurred.

Association Details

The principal place of business is:

Motivation Australia Development Organisation Inc.
 191 Port Road
 Aldinga
 South Australia 5173

The registered office of the association is:

Motivation Australia Development Organisation Inc.
 191 Port Road
 Aldinga
 South Australia 5173



motivation
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Motivation Australia Development Organisation Inc
ABN: 55 935 512 893

REPORT BY MEMBERS OF THE COMMITTEE

per section 35(5) South Australian Associations Incorporation Act 1985

The committee has determined that the following benefits have been received directly or indirectly by officers.

"Officer" includes a person who is a committee member, or the secretary, treasurer or public officer, or a person who acts in such positions, or a person who participates in management. This applies whatever title the person holds and even if the person is not validly appointed or authorised to act in the position. If the committee is accustomed to act in accordance with the directions or instructions of any person, that person is deemed to be an officer of the association.

The committee of Motivation Australia declare that:

(a) Remuneration received by officers who are also employees of the association during the year ended 30 June 2017 include:

| | |
|----------------------------------|--------------|
| Secretary / CEO | Kylie Mines |
| Public Officer / Finance Manager | Jodie Summer |

(b) No remuneration was received by officers who are also consultants to the association as a result of individual consulting contracts with the association during the year ended 30 June 2017.

This declaration is made in accordance with a resolution of the Board of Governors.

Chairperson:

Lloyd Walker

Treasurer:

Chris Miller

Dated this 20th day of October 2017

Motivation Australia Development Organisation Inc
ABN: 55 935 512 893



STATEMENT BY MEMBERS OF THE COMMITTEE

per section 35(2)(c) South Australian Associations Incorporation Act 1985

The committee 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.

The committee of Motivation Australia declare that:

- i) the financial statements and notes, are in accordance with the South Australian Associations Incorporation Act 1985 and:
comply with relevant Australian Accounting Standards as applicable; and
presents fairly the financial position as at 30 June 2017 and the performance for the year ended on that date of the association;
- ii) in the committee's opinion there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable.
- iii) The Summary Financial Reports have been prepared in accordance with the requirements set out in the ACFID Code of Conduct. Further information on the Code is available at www.acfid.asn.au.

This declaration is made in accordance with a resolution of the Board of Governors.

Chairperson: 
Lloyd Walker

Treasurer: 
Chris Miller

Dated this 20th day of October 2017



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Motivation Australia Development Organisation Inc
ABN: 55 935 512 893

RESPONSIBLE PERSONS' DECLARATION

per section 60.15 of the Australian Charities and Not-for-profits Commission Regulation 2013

The responsible persons declare that in the responsible persons' opinion:

- a) there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- b) the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

This declaration is made in accordance with a resolution of the Board of Governors and signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Chairperson:

Lloyd Walker

Treasurer:

Chris Miller

Dated this 20th day of October 2017

INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
MOTIVATION AUSTRALIA DEVELOPMENT ORGANISATION INC

OPINION

We have audited the financial report of Motivation Australia Development Organisation Inc which comprises the statement of financial position as at 30 June 2017, the statement of income and expenditure for the year then ended, notes comprising a summary of accounting policies and other explanatory information and the statement by members of the committee. These Financial Reports have been prepared in accordance with the requirements set out in the ACFID Code of Conduct. For further information on the Code please refer to the ACFID Code of Conduct Implementation Guidance available at www.acfid.asn.au.

In our opinion, except for the qualification in the Basis for Qualified Opinion paragraph the accompanying financial report represents fairly, in all material respects, the financial position of Motivation Australia Development Organisation Inc as at 30 June 2017 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the requirements of the Associations Incorporations Act 1985 (as amended).

Independence

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Committee's APES 110 *Code of Ethics for Professional Accountants* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Basis for Qualified Opinion

Cash donations and memberships are a significant source of revenue for the association. The association has determined that it is impracticable to establish control over the collection of such revenue prior to the entry into the financial records. Accordingly the audit procedures in relation to this income have been restricted to the amounts recorded in the financial records. We are therefore unable to express an opinion whether cash sales and memberships the association received are complete.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the association to meet the requirements of Associations Incorporations Act 1985 (as amended). As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Committee for the Financial Report

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporations Act 1985 (as amended) and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the committee either intends to liquidate the association or to cease operations, or have no realistic alternative but to do so.

The committee is responsible for overseeing the association's financial reporting process. The committee of the association is responsible for the preparation of the financial report on the basis prescribed by ACFID.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

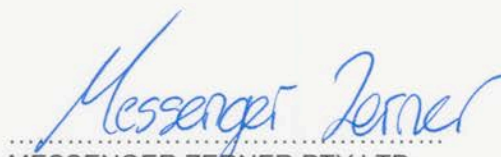
As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



S P GRAETZ
Adelaide



MESSENGER ZERNER PTY LTD
Chartered Accountants

Dated 25 day of October 2017