
**FEDERATION OF ETHNIC COMMUNITIES'
COUNCILS OF AUSTRALIA INCORPORATED**

**AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

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FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INCORPORATED

COMMITTEE MEMBERS' REPORT

Your committee members present their report on the association for the financial year ended 30 June 2022.

Committee Members

The names of the committee members in office at any time during or since the end of the financial year are:

Andrew Ng Peter Doukas Dr Edwin Joseph Alton Budd Miriam Cocking Eddie Micallef Suresh Rajan Jill Morgan Mary Patetsos Datta Mahambrey Carlo Carli (Appointed 15 June 2022) Emanuel Valageorgiou (Appointed 15 June 2022)	Kevin Kadirgamar (Ceased 15 June 2022) Kris Pavlidis (Ceased 15 June 2022) Maker Mayak (Ceased 15 June 2022) Marion Lau (Ceased 15 June 2022) Angela Ljubic (Ceased 15 June 2022) Joseph Caputo (Ceased 15 June 2022) Hina Durrani (Ceased 15 June 2022) Rida Aleem Khan (Ceased 15 June 2022) Waqas Durrani (Ceased 15 June 2022)
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Principal Activity

The principal activity of the association is to provide advocacy, develop policy and promote issues on behalf of its constituency to government and the broader community. The association supports multiculturalism, community harmony, social justice and the rejection of all forms of discrimination and racism.

Operating Results

The net surplus from ordinary activities of the association for the financial year was \$989,798 (2021: \$959,794).

Objectives

- FECCA's role is to advocate, lobby and promote issues on behalf of its constituency to government, business and the broader community.
- To ensure that the needs and aspirations of Australians from diverse cultural and linguistic backgrounds are given proper recognition in public policy.
- Promote fairness and responsiveness to our constituency in the delivery and design of Government policies and programs.
- FECCA also strives to protect the fundamental rights of all Australians, regardless of cultural, spiritual, gender, linguistic, racial, social, political or other affiliations or connections.

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INCORPORATED

COMMITTEE MEMBERS' REPORT

Strategy For Achieving The Objectives

FECCA's strategies to achieve the objectives include, but are not limited to, the following:

- Access and Equity consultations
- Policy submissions
- Advocacy through direct meetings
- Public forums and events
- Public campaigns
- Publications
- FECCA National Conference

Signed in accordance with a resolution of the committee:



Carlo Carli - Chairperson



Emanuel Valageorgiou - Treasurer

Dated: 26/10/2022

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INCORPORATED**

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report of the Federation Of Ethnic Communities' Councils Of Australia Incorporated (the Association), which comprises the statement of financial position as at 30 June 2022, the statement of profit or loss and comprehensive income, statement of changes in equity and cash flow statement for the year ended on that date, notes comprising a summary of significant accounting policies, other explanatory notes and the Committees' declaration of the financial statements giving a true and fair view of the financial position and performance of the Association.

In our opinion, the financial report of the Federation of Ethnic Communities' Councils of Australia Incorporated is in accordance with the *Incorporations Association (ACT) Act 1991*, including:

gives a true and fair view of the Association's financial position as at 30 June 2022 and of its financial performance and its cash flows for the year ended on that date; and

complying with Australian Accounting Standards and the *Incorporations Association (ACT) Act 1991*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards and the requirements of the *Incorporations Association (ACT) Act 1991*. 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 requirements of the Australian professional ethical pronouncements. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Other information is financial and non-financial information in the annual report of the Association which is provided in addition to the Financial Report and the Auditor's Report. The committee members are responsible for Other Information in the annual report. The Other Information we obtained prior to the date of this Auditor's Report was the Committee Member's Report. Our opinion on the Financial Report does not cover the Other Information and, accordingly, the auditor does not and will not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated. We are required to report if we conclude that there is a material misstatement of this Other Information in the Financial Report and based on the work we have performed on the Other Information that we obtained prior the date of this Auditor's Report we have nothing to report.

Committee Member's Responsibility for the Financial Report

The committee members of the Association are responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Incorporations Association (ACT) Act 1991*. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 Board intends to wind up the Association or to cease operations, or has no realistic alternative but to do so.

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INCORPORATED**

Auditor's Responsibility for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit, in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. 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 judgement, including assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation of the financial report that gives a true and fair view 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 entity's internal control. 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.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

We 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 reports or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.

We 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 obtain sufficient appropriate audit evidence regarding the financial information entity to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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.



PKF Canberra



Anthony J Bandle (FCA)

Partner

Dated 26 October 2022

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**STATEMENT BY MEMBERS OF THE COMMITTEE
FOR THE YEAR ENDED 30 JUNE 2022**

In the opinion of the Committee

- (i) the accompanying Statement of Financial Performance is drawn up so as to give a true and fair view of the results of the Federation for the year ended 30 June 2022.
- (ii) the accompanying Statement of Financial Position is drawn up so as to give a true and fair view of the results of the Federation for the year ended 30 June 2022.
- (iii) at the date of this statement there are reasonable grounds to believe that the Federation will be able to pay its debts as and when they fall due.

The financial report has been made out in accordance with Australian Accounting Standards and other mandatory professional reporting requirements.

This statement is made and signed on behalf of the Committee.

On behalf of the Committee



Carlo Carli - Chairperson



Emanuel Valageorgiou - Treasurer

Dated: 26/10/2022

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2022**

	Notes	2022	2021
		\$	\$
Revenue from ordinary activities	2(a)	9,009,925	5,777,788
Employee benefits expense	2(b)	(1,554,249)	(1,062,157)
Depreciation and amortisation expenses	2(b)	(97,304)	(26,652)
Project expenses	2(b)	(5,466,062)	(3,446,946)
Other expenses from ordinary activities	2(b)	(902,512)	(282,239)
Profit/(Loss) from ordinary activities		989,798	959,794
Other comprehensive income			
Net gain/(loss) on revaluation of non-current assets		-	6,531
Net loss/gain on revaluation of financial assets		-	-
Other comprehensive income for the year		-	6,531
Total comprehensive income for the year		\$989,798	\$966,325
Total comprehensive income attributable to members of the entity		\$989,798	\$966,325

The accompanying notes form part of these financial statements

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**BALANCE SHEET
AS AT 30 JUNE 2022**

	Notes	2022	2021
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	3	4,211,008	5,248,922
Trade and other receivables	4	148,293	864,627
Other current assets	5	147,178	35,286
TOTAL CURRENT ASSETS		4,506,479	6,148,835
NON-CURRENT ASSETS			
Property, plant & equipment	6	1,456,967	728,165
Intangible assets	7	41,162	29,103
TOTAL NON-CURRENT ASSETS		1,498,129	757,268
TOTAL ASSETS		6,004,608	6,906,103
CURRENT LIABILITIES			
Trade & other payables	8	832,243	1,149,266
Provisions	9	176,617	104,712
Lease Liabilities	10	115,787	-
Other current liabilities	11	1,318,079	3,665,373
TOTAL CURRENT LIABILITIES		2,442,726	4,919,351
NON-CURRENT LIABILITIES			
Lease Liabilities	10	585,332	-
TOTAL NON-CURRENT LIABILITIES		585,332	-
TOTAL LIABILITIES		3,028,058	4,919,351
NET ASSETS		\$2,976,550	\$1,986,752
EQUITY			
Accumulated surplus		2,276,550	1,286,752
Asset Revaluation Reserve	12	700,000	700,000
TOTAL EQUITY		\$2,976,550	\$1,986,752

The accompanying notes form part of these financial statements

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

STATEMENT OF CHANGE IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2022

	Retained Earnings \$	Asset Revaluation Reserve \$	Total \$
Balance at 1 July 2020	280,427	740,000	1,020,427
Net Surplus/(Deficit) for the year	966,325		966,325
Revaluation of Land & Buildings	40,000	(40,000)	-
Balance at 30 June 2021	\$1,286,752	\$700,000	\$1,986,752
Balance at 1 July 2021	1,286,752	700,000	1,986,752
Net Surplus/(Deficit) for the year	989,798	-	989,798
Balance at 30 June 2022	\$2,276,550	\$700,000	\$2,976,550

The accompanying notes form part of these financial statements

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2022**

	Notes	2022	2021
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from operating activities		7,378,192	8,633,465
Interest received		773	1,150
Payments to suppliers and employees		(8,279,833)	(3,736,545)
Net Cash Flows From Operating Activities	13	(900,868)	4,898,070
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for purchase of fixed assets		(68,332)	(17,340)
Payment for purchase of intangible assets		(12,059)	(5,716)
Net Cash Flows From Investing Activities		(80,391)	(23,056)
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease repayments		(56,655)	-
Net Cash Flows From Financing Activities		(56,655)	-
Net increase/(decrease) in cash held		(1,037,914)	4,875,014
Add opening cash brought forward		5,248,922	373,908
Closing Cash Carried Forward	13	\$4,211,008	\$5,248,922

The accompanying notes form part of these financial statements

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

NOTE 1 STATEMENT OF ACCOUNTING POLICIES

Federation Of Ethnic Communities' Councils Of Australia Incorporated applies Australian Accounting Standards – Simplified Disclosures For-Profit and Not-for-Profit Tier 2 Entities set out in AASB 1060.

The financial statements are general purpose financial statements that have been prepared in accordance with Accounting Standards – Simplified Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the *Incorporations Association (ACT) Act 1991*.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied, unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs. It does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets. The amounts presented in the financial statements have been rounded to the nearest dollar.

(a) Income Tax

The Association is exempt from income tax under Section 50-10 of the Income Tax Assessment Act 1997.

(b) Property, Plant and Equipment

The depreciable amount of all fixed assets is depreciated over their useful lives commencing from the time the asset is held ready for use.

The carrying amount of fixed assets is reviewed annually by the General Committee to ensure it is not in excess of the recoverable amount of those assets.

The recoverable amount is assessed on the basis of expected net cash flows, which will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining the recoverable amounts.

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 1 STATEMENT OF ACCOUNTING POLICIES (Cont)

(c) **Depreciation**

The depreciable amount of all fixed assets is depreciated on a straight line basis over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable asset are:

<u>Class of Fixed Asset</u>	<u>Depreciation Rate</u>
Computers	25% to 40%
Office Equipment	20% to 30%
Motor Vehicles	20%
Furniture & Fixtures	13% to 20%

(d) **Employee benefits**

Provision is made for the Association'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 sick leave, which will be settled after one year, have been measured at their nominal amount.

The amount for employees long service leave has not been provided.

Contributions are made by the Association to an employees' superannuation funds and are charged as an expense when incurred.

(e) **Cash**

For the purposes of the Statement of Cash Flows, cash includes cash on hand, at banks, and on deposit.

(f) **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. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense.

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 1 STATEMENT OF ACCOUNTING POLICIES (*Cont*)

(g) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Association and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Rendering of services

Revenue in relation to rendering of services is recognised depending on whether the outcome of the services can be estimated reliably. If the outcome can be estimated reliably then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period.

If the outcome cannot be reliably estimated, then revenue is recognised to the extent of expenses recognized that are recoverable.

Grant revenue

Grants are recognised at fair value where there is reasonable assurance that the grant will be received, and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

Other income

Other income is recognised on an accruals basis when the Association is entitled to it.

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

NOTE 1 STATEMENT OF ACCOUNTING POLICIES (Cont)

(h) Leases

At inception of a contract, the Company assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

This involves an assessment of whether:

- The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.
- The Company has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- The Company has the right to direct the use of the asset i.e. decision making rights in relation to changing how and for what purpose the asset is used.

Lessee accounting

The non-lease components included in the lease agreement have been separated and are recognised as an expense as incurred.

Lease Liability

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Exceptions to lease accounting

The Company has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Company recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

	2022	2021
	\$	\$
NOTE 2 SURPLUS FROM ORDINARY ACTIVITIES		
Surplus/(Deficit) from ordinary activities has been determined after:		
a) Revenue and net gains		
Grant Income	8,324,035	5,714,925
Interest Income	773	1,150
Conference Income & Reimbursements	657,954	-
Other Income	27,163	61,713
Total income	9,009,925	5,777,788
b) Expenses		
Conference expenses	633,487	-
Depreciation & amortisation	97,304	26,652
Project Expenses	5,466,062	3,446,949
Publication expenses	21,846	11,664
Salaries & employee costs (incl on costs)	1,554,249	1,062,157
Travelling expenses	47,252	58,139
Media and Communications	11,001	10,921
Other expenses	188,926	201,512
Total expenses	8,020,127	4,817,994
Surplus/(Deficit) from ordinary activities	989,798	959,794
 NOTE 3 CASH AND CASH EQUIVALENTS		
Cash at Bank - Westpac Cheque Account	1,168,017	2,044,248
Cash at Bank – Westpac Cash Reserve Account	2,420,488	2,213,871
Cash at Bank – Westpac Conference Account	34,324	110,064
Cash at Bank – Westpac NDIS	333,052	700,125
Cash at Bank – Westpac Term Deposit	159,523	159,387
Cash at Bank – Westpac Term Deposit	21,245	21,227
Cash at Bank – Westpac Term Deposit`	35,409	-
Cash at Bank – Westpac Term Deposit	38,950	-
	4,211,008	5,248,920
 NOTE 4 TRADE AND OTHER RECEIVABLES		
Trade Debtors	97,210	864,600
Other Debtors	51,083	27
	148,293	864,627
 NOTE 5 OTHER CURRENT ASSETS		
Prepayments	147,178	35,286

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

	2022 \$	2021 \$
NOTE 6 PROPERTY, PLANT & EQUIPMENT		
Computers (At Cost)	56,178	34,214
<u>Less</u> Accumulated Depreciation	<u>(29,460)</u>	<u>(13,966)</u>
	<u>26,718</u>	<u>20,248</u>
Furniture & Fixtures (At Cost)	78,520	37,949
<u>Less</u> Accumulated Depreciation	<u>(38,498)</u>	<u>(34,372)</u>
	<u>40,022</u>	<u>3,577</u>
Office Equipment (At Cost)	21,583	15,786
<u>Less</u> Accumulated Depreciation	<u>(11,872)</u>	<u>(11,446)</u>
	<u>9,711</u>	<u>4,340</u>
Leasehold Land	135,590	135,590
Buildings (At Valuation)	564,410	564,410
<u>Less</u> Accumulated Amortisation	<u>(14,110)</u>	<u>-</u>
	<u>685,890</u>	<u>700,000</u>
RIGHT-OF-USE		
Right-of-use – Leasehold premises	757,774	-
<u>Less</u> Accumulated Depreciation	<u>(63,148)</u>	<u>-</u>
	<u>694,626</u>	<u>-</u>
	<u>\$1,456,967</u>	<u>\$728,165</u>

Valuation of leasehold land and building

An independent valuation of the association's land and building in Deakin ACT was performed by Denis Dominguez of Valuations Australia Pty Ltd. The stated market value of land and buildings was \$700,000 as at 8 June 2021.

Movements in carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Computers	Furniture & Fixtures	Office Equipment	Land & Buildings	ROU Leasehold Premises	Totals
Balance as at the beginning of year	20,248	3,577	4,340	700,000	-	\$728,165
Additions	21,963	40,572	5,797	-	757,774	826,106
Disposals	-	-	-	-	-	-
Depreciation & amortisation	<u>(15,493)</u>	<u>(4,127)</u>	<u>(426)</u>	<u>(14,110)</u>	<u>(63,148)</u>	<u>(97,304)</u>
Carrying amount at the end of year	<u>\$26,718</u>	<u>\$40,022</u>	<u>\$9,711</u>	<u>\$685,890</u>	<u>694,626</u>	<u>\$1,456,967</u>

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

	2022	2021
	\$	\$
NOTE 7 INTANGIBLE ASSETS		
Website	41,162	29,103
<u>Less Accumulated Amortisation</u>	-	-
	<u><u>\$41,162</u></u>	<u><u>\$29,103</u></u>
 NOTE 8 TRADE & OTHER PAYABLES		
CURRENT		
Trade payables & Accrued Expenses	777,651	692,825
Other payables	54,592	456,441
	<u><u>\$777,651</u></u>	<u><u>\$1,149,266</u></u>
 NOTE 9 PROVISIONS		
Annual Leave Provisions	<u><u>\$176,617</u></u>	<u><u>\$104,712</u></u>
 Movement in Employee Provisions		
Opening balance at beginning of year	104,712	52,863
Additional provisions raised during year	140,035	94,418
Amounts used	(68,130)	(42,569)
	<u><u>\$176,617</u></u>	<u><u>\$104,712</u></u>
 NOTE 10 LEASE LIABILITIES		
CURRENT		
Lease liability	115,787	-
 NON CURRENT		
Lease liability	585,332	-
	<u><u>\$701,119</u></u>	<u><u>\$-</u></u>
 NOTE 11 OTHER LIABILITIES		
Income in Advance – Conference	-	100,000
Unspent Grant Funds	1,318,079	3,565,373
	<u><u>\$1,318,079</u></u>	<u><u>\$3,665,373</u></u>
 NOTE 12 RESERVES		
<i>Asset Revaluation Reserve – refer note 6</i>		
Opening Balance	700,000	740,000
Movement	-	(40,000)
	<u><u>\$700,000</u></u>	<u><u>\$700,000</u></u>

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

	2022	2021
	\$	\$
NOTE 13 RECONCILIATION OF CASH FLOWS		
<i>(a) Reconciliation of Cash</i>		
Cash balance comprises -		
Cash at bank	4,211,008	5,248,922
Cash and cash equivalents	<u>4,211,008</u>	<u>5,248,922</u>
<i>(b) Reconciliation of Operating surplus to net proceeds from operations</i>		
Operating surplus/(deficit)-	989,798	959,794
Depreciation & amortisation	97,304	26,652
Loss on disposal of fixed assets	-	-
Changes in assets and liabilities:		
(Increase)/Decrease in trade and other debtors	716,334	(358,430)
(Increase)/Decrease in prepayments	(111,892)	(25,150)
Increase/(Decrease) in employee benefits	71,905	51,849
Increase/(Decrease) in trade and other payables	(317,023)	1,028,098
Increase/(Decrease) in unearned income	<u>(2,347,294)</u>	<u>3,215,257</u>
Net Cash Flows provided/(used in) operations	<u>\$900,868</u>	<u>\$4,898,070</u>

NOTE 14 RELATED PARTY TRANSACTIONS

Committee Members

Andrew Ng	Kevin Kadirgamar (Ceased 15/6/22)
Peter Doukas	Kris Pavlidis (Ceased 15/6/22)
Dr Edwin Joseph	Maker Mayak (Ceased 15/6/22)
Alton Budd	Marion Lau (Ceased 15/6/22)
Miriam Cocking	Angela Ljubic (Ceased 15/6/22)
Eddie Micallef	Joseph Caputo (Ceased 15/6/22)
Suresh Rajan	Hina Durrani (Ceased 15/6/22)
Jill Morgan	Rida Aleem Khan (Ceased 15/6/22)
Mary Patetsos	Waqas Durrani (Ceased 15/6/22)
Datta Mahambrey	
Carlo Carli (Appointed 15/6/22)	
Emanuel Valageorgiou (Appointed 15/6/22)	

Key Management Personnel

Key management personnel comprise directors and other employees having authority and responsibility for planning, directing and controlling the activities of the company.

	2022	2021
	\$	\$
Short term employee benefits	\$315,266	\$268,980
Long term employee benefits	-	-

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

		2022	2021
NOTE 15	NUMBER OF EMPLOYEES (FTE positions)		
	Number of employees at 30 June	13	15
NOTE 16	SEGMENT INFORMATION		
	Federation of Ethnic Communities' Councils of Australia Inc's head office is located in Canberra and it has affiliated Multicultural or Ethnic Communities Councils in each State or Territory with the primary purpose of representing the interests of ethnic communities generally.		
NOTE 17	EVENTS SUBSEQUENT TO REPORTING DATE		
	No matter or circumstance has arisen since the end of the financial year which significantly affects or may effect the operation of the entity, the results for the year or the state of affairs of the entity.		
NOTE 18	CONTINGENT LIABILITIES		
	There are no known contingent liabilities at the date of this report.		
NOTE 19	AUDITOR'S REMUNERATION	2022	2021
		\$	\$
	Auditing or reviewing the financial statement	15,000	9,500
	Other services	6,184	-
		\$21,184	\$9,500

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE COMMITTEE OF
FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.**

We declare that, to the best of our knowledge and belief, during the year ended 30 June 2022 there have been:

- i. No contraventions of the auditor independence requirements in relation to the audit; and
- ii. No contraventions of any applicable code of professional conduct in relation to the audit



PKF Canberra



Anthony J Bandle (FCA)
Partner

Date: 26 October 2022

**DISCLAIMER TO THE MEMBERS OF
FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.**

The additional financial data presented on the following page is in accordance with the books and records of the company which have been subjected to the auditing procedures applied in our statutory audit of the company for the financial year ended 30 June 2022. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than the Federation of Ethnic Communities' Councils of Australia Inc.) in respect of such data, including any errors of omissions therein however caused.

PKF Canberra

PKF Canberra



Anthony J Bandle (FCA)
Partner

Date: 26 October 2022

FEDERATION OF ETHNIC COMMUNITIES' COUNCILS OF AUSTRALIA INC.

**DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2022**

	Notes	2022 \$	2021 \$
REVENUE FROM ORDINARY ACTIVITIES			
Affiliation & Membership Fees		18,046	18,287
Conference Income & Reimbursements		657,954	-
Grants Income		8,324,035	5,714,925
Interest Income		773	1,150
Other Income		9,117	43,426
TOTAL REVENUE FROM ORDINARY ACTIVITIES		<u>9,009,925</u>	<u>5,777,788</u>
EXPENSES FROM ORDINARY ACTIVITIES			
Audit Fees		21,184	9,500
Australian Mosaic Publication Expenses		21,846	11,664
Bookkeeping & Consulting Costs		54,813	64,494
Conference Expenses		633,487	-
Depreciation & Amortisation Expense		97,304	26,652
Insurance Costs		17,890	16,340
IT Expenses		19,815	13,658
Legal Fees		6,963	5,275
Media and Communications		11,001	10,921
Office Consumables & Supplies		13,452	11,330
Other expenses from ordinary activities		52,570	75,558
Project Expenses		5,466,062	3,446,946
Salaries & Employee Costs		1,421,780	975,605
Superannuation Contributions		132,469	86,552
Telephone		2,239	5,360
Travelling & Accommodation Expenses		47,252	58,139
TOTAL EXPENDITURE FROM ORDINARY ACTIVITIES		<u>8,020,127</u>	<u>4,817,994</u>
NET SURPLUS/(DEFICIT)		<u>\$989,798</u>	<u>\$959,794</u>