

Australia Day Council NT Incorporated
ABN 19 798 661 655

Financial Report
For the year ended 30 June 2017

Australia Day Council NT Incorporated
Board Members' report
30 June 2017

The Board Members present their report, together with the financial statements, on the Council for the year ended 30 June 2017.

Board Members

The following persons were Board Members of the Council during the whole of the financial year and up to the date of this report, unless otherwise stated:

Jeannette Button
Robyn Cahill
Maxine Dowley
Nathan Fanning
Christine Gray
Daryl Manzie
John Obolevics
Sarah Price
Melissa Royle
Jenna Wallace

Board Meetings attendance

As at 30 June 2017 the Board members had attained the following attendance for eligible meeting throughout the year:

Jeannette Button attended 8 out of 11 eligible meetings
Robyn Cahill attended 8 out of 11 eligible meetings
Maxine Dowley attended 8 out of 11 eligible meetings
Nathan Fanning attended 7 out of 11 eligible meetings
Christine Gray attended 4 out of 4 eligible meetings
Daryl Manzie attended 7 out of 10 eligible meetings
John Obolevics attended 5 out of 10 eligible meetings
Sarah Price attended 8 out of 11 eligible meetings
Melissa Royle attended 10 out of 11 eligible meetings
Jenna Wallace attended 5 out of 7 eligible meetings

Objectives

The Council continues to work within its mission statement:

"Inspire Territorians to celebrate and recognise the diversity, achievements and lifestyle that make Australia great"

The Australia Day Council Northern Territory embrace cultural diversity and commits to working with Territorians to promote our national day with respect and integrity.

On Australia Day we come together as a nation to celebrate what's great about Australia and being Australian. In the Northern Territory these celebrations take on many forms, from a ball, to fun runs, award ceremonies, flag raising ceremonies, multi-cultural events and a network of community and family fun days held across the Territory.


The surplus position of the Council for the financial year ended 30 June 2017 was \$12,226 (2016:\$7,624)

Australia Day Council NT Incorporated
Board Members' report
30 June 2017

Principal activities

There have been no significant changes in the activities of the Council during the financial year ended 30 June 2017.

On behalf of the Board Members



Jeannette Button
Chair



Robyn Cahill
Treasurer

3 October 2017
Darwin

Australia Day Council NT Incorporated
Financial report
30 June 2017

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Independent auditor's report to the members of Australia Day Council NT Incorporated

General information

The financial report covers Australia Day Council NT Incorporated as an individual entity. The financial report is presented in Australian dollars, which is Australia Day Council NT Incorporated's functional and presentation currency.

The financial report consists of the financial statements, notes to the financial statements and the Board Members' declaration.

The financial report was authorised for issue by the Board Members on October 2017.

Australia Day Council NT Incorporated
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2017

	Note	2017 \$	2016 \$
Revenue	3	448,872	496,091
Expenses			
Accounting expenses		-	9,370
Advertising		29,538	8,512
Audit fees		2,978	-
Bank charges		1,918	3,855
Depreciation		1,508	594
Postage		3,480	1,135
Printing and stationery		3,905	1,879
Purchases		5,452	4,740
Board expenses		2,442	1,932
Employee benefits expense		138,052	135,060
Computer expenses		4,081	8,872
Functions and programs		155,182	206,257
Insurance		6,016	1,171
Electricity		-	1,157
Motor vehicle costs		3,006	2,865
Regional costs		25,682	26,508
Rent		-	-
NT Government In Kind rent support		50,805	50,805
Subscriptions		658	380
Telephone		1,890	2,634
Travel and accommodation		-	5,862
Loss on write off of assets		-	-
Other expenses		53	14,879
		<hr/>	<hr/>
Surplus/(loss) before income tax expense		12,226	7,624
Income tax expense		-	-
		<hr/>	<hr/>
Surplus after income tax expense for the year	10	12,226	7,624
Other comprehensive income for the year, net of tax		-	-
		<hr/>	<hr/>
Total comprehensive income for the year		<u>12,226</u>	<u>7,624</u>

The Statement of Profit and Loss and Other Comprehensive Income should be read in conjunction with the notes to the financial statement

Australia Day Council NT Incorporated
Statement of financial position
As at 30 June 2017

	Note	2017 \$	2016 \$
Assets			
Current assets			
Cash and cash equivalents	5	125,084	101,019
Trade and other receivables	6	10,649	8,054
Total current assets		<u>135,733</u>	<u>109,073</u>
Non-current assets			
Property, plant and equipment	7	11,759	6,011
Total non-current assets		<u>11,759</u>	<u>6,011</u>
Total assets		<u>147,492</u>	<u>115,084</u>
Liabilities			
Current liabilities			
Trade and other payables	8	42,268	25,903
Employee benefits	9	9,860	6,043
Total current liabilities		<u>52,128</u>	<u>31,946</u>
Net assets		<u>95,364</u>	<u>83,138</u>
Equity			
Retained surpluses	10	95,364	83,138
Total equity		<u>95,364</u>	<u>83,138</u>

The Statement of Financial Position should be read in conjunction with the notes to the financial statement

Australia Day Council NT Incorporated
Statement of changes in equity
For the year ended 30 June 2017

	Retained surpluses \$	Total Equity \$
Balance at 1 July 2015	75,514	75,514
Surplus after income tax expense for the year	7,624	7,624
Other comprehensive income for the year, net of tax	<u>-</u>	<u>-</u>
Total comprehensive income for the year	<u>7,624</u>	<u>7,624</u>
Balance at 30 June 2016	<u>83,138</u>	<u>75,514</u>
	Retained surpluses \$	Total Equity \$
Balance at 1 July 2016	83,138	83,138
Surplus after income tax expense for the year	12,226	12,226
Other comprehensive income for the year, net of tax	<u>-</u>	<u>-</u>
Total comprehensive income for the year	<u>12,226</u>	<u>12,226</u>
Balance at 30 June 2017	<u>95,364</u>	<u>95,364</u>

The Statement of Changes in Equity should be read in conjunction with the notes to the financial statement

Note 1. Significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New, revised or amending Accounting Standards and Interpretations adopted

The Council has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation

In the Board Members' opinion, the Council is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Northern Territory Associations Act, the Australian Charities and Not-for-Profit Commission and associated regulations. The Board Members have determined that the accounting policies adopted are appropriate to meet the needs of the members of Australia Day Council NT Incorporated.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1031 'Materiality', AASB 1048 'Interpretation and Application of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Council's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

Revenue recognition

Revenue is recognised when it is probable that the economic benefit will flow to the Council and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

Sales revenue

Events, fundraising and raffles are recognised when received or receivable.

Donations

Donations are recognised at the time the pledge is made.

Grants

Grants are recognised at their fair value where there is a reasonable assurance that the grant will be received and all attached conditions will be complied with.

Note 1. Significant accounting policies (continued)

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Income tax

As the Council is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Trade and other receivables

Other receivables are recognised at amortised cost, less any provision for impairment.

Property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Plant and equipment	10 years
Office equipment	10 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Council. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Trade and other payables

These amounts represent liabilities for goods and services provided to the Council prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Note 1. Significant accounting policies (continued)

Employee benefits

Wages and salaries and annual leave

Liabilities for wages and salaries, including non-monetary benefits, and annual leave expected to be settled within 12 months of the reporting date are recognised in current liabilities in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

Long service leave

The liability for long service leave is recognised in current and non-current liabilities, depending on the unconditional right to defer settlement of the liability for at least 12 months after the reporting date. The liability is measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

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 tax authority is included in other receivables or other payables in the statement of financial position.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Council for the annual reporting period ended 30 June 2017. The Council has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Australia Day Council NT Incorporated
Notes to the financial statements
30 June 2017

Estimation of useful lives of assets

The Council determines the estimated useful lives and related depreciation and amortisation charges for its plant and equipment. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Long service leave provision

As discussed in note 1, the liability for long service leave is recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

Note 3. Revenue

	2017 \$	2016 \$
<i>Sales revenue</i>		
Events	242,490	229,729
Merchandise	2,808	4,004
	<u>245,298</u>	<u>233,733</u>
<i>Other revenue</i>		
Grants	148,853	209,624
NT Government In Kind support	50,805	50,805
Interest	854	1,818
Other revenue	3,062	111
	<u>203,574</u>	<u>262,358</u>
Revenue	<u>448,872</u>	<u>487,089</u>

Note 4. Expenses

	2017 \$	2016 \$
Surplus before income tax includes the following specific expenses:		
<i>Superannuation expense</i>		
Defined contribution superannuation expense	11,559	11,197

Australia Day Council NT Incorporated
Notes to the financial statements
30 June 2017

Note 5. Current assets - cash and cash equivalents

	2017 \$	2016 \$
Cash on hand	-	100
Cash at bank	44,403	11,092
Cash on deposit	80,681	89,827
	<u>125,084</u>	<u>101,019</u>

Note 6. Current assets - trade and other receivables

	2017 \$	2016 \$
Trade and other receivables	10,649	4,094
BAS receivable	-	3,960
	<u>10,649</u>	<u>8,054</u>

Note 7. Non-current assets - property, plant and equipment

	2017 \$	2016 \$
Office equipment - at cost	14,171	6,915
Less: Accumulated depreciation	(2,412)	(904)
	<u>11,759</u>	<u>6,011</u>
	<u>11,759</u>	<u>6,011</u>

Note 8. Current liabilities - trade and other payables

	2017 \$	2016 \$
Trade payables	6,078	1,082
Grants in Advance	-	10,000
Other payables	2,633	14,821
ATO payables	33,557	
	<u>42,268</u>	<u>25,903</u>

Note 9. Current liabilities - employee benefits

	2017 \$	2016 \$
Employee benefits	<u>9,860</u>	<u>6,043</u>

Australia Day Council NT Incorporated
Notes to the financial statements
30 June 2017

Note 10. Equity - retained surpluses

	2017	2016
	\$	\$
Retained surpluses at the beginning of the financial year	83,138	75,514
Surplus/(loss) for the year	<u>12,226</u>	<u>7,624</u>
Retained surpluses at the end of the financial year	<u><u>95,364</u></u>	<u><u>83,138</u></u>

Note 11. Contingent liabilities

The Council had no contingent liabilities as at 30 June 2017 and 30 June 2016.

Note 12. Commitments

The Council had no commitments for expenditure as at 30 June 2017 and 30 June 2016.

Note 13. Events after the reporting period

No matter or circumstance has arisen since 30 June 2017 that has significantly affected, or may significantly affect the Council's operations, the results of those operations, or the Council's state of affairs in future financial years.

**Australia Day Council NT Incorporated
Board Members' declaration**

In the Board Members' opinion:

- the Council is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the Northern Territory Associations Act, the Australian Charities and Not-for-Profit Commission and associated regulations;
- the attached financial statements and notes thereto comply with the Accounting Standards as described in note 1 to the financial statements;
- the attached financial statements and notes thereto give a true and fair view of the Council's financial position as at 30 June 2017 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the Council will be able to pay its debts as and when they become due and payable.

On behalf of the Board Members


Jeannette Button
Chair


Robyn Cahill
Treasurer

3 October 2017
Darwin