

Australia Day Council NT Incorporated

ABN 19 798 661 655

Annual Report - 30 June 2016

Australia Day Council NT Incorporated
Board Members' report
30 June 2016

The Board Members present their report, together with the financial statements, on the Council for the year ended 30 June 2016.

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 – from October 2015
Christine Gray
Valma Haydock – to October 2015
Daryl Manzie
John Obolevics
Sarah Price
Melissa Royle – from October 2015
Foster Stavridis – to October 2015
Jenna Wallace – from October 2015

Board Meetings attendance

As at 30 June 2016 the Board members had attained the following attendance for eligible meeting throughout the year:

Jeannette Button attended 10 out of 11 eligible meetings
Robyn Cahill attended 9 out of 11 eligible meetings
Maxine Dowley attended 9 out of 11 eligible meetings
Nathan Fanning attended 7 out of 9 eligible meetings
Christine Gray attended 8 out of 10 eligible meetings
Valma Haydock attended 2 out of 2 eligible meetings
Daryl Manzie attended 8 out of 11 eligible meetings
John Obolevics attended 6 out of 11 eligible meetings
Sarah Price attended 9 out of 11 eligible meetings
Melissa Royle attended 9 out of 9 eligible meetings
Foster Stavridis attended 1 out of 2 eligible meetings
Jenna Wallace attended 8 out of 9 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.

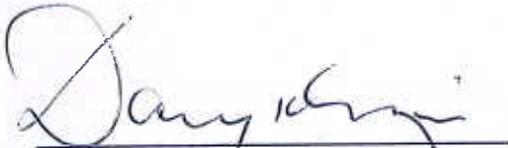
The surplus position of the Council for the financial year ended 30 June 2016 was \$7,624 (2015:\$28,962)

Australia Day Council NT Incorporated
Board Members' report
30 June 2016

Principal activities

There have been no significant changes in the activities of the Council during the financial year ended 30 June 2016.

On behalf of the Board Members



Daryl Manzie
Chairman

21 October 2016
Darwin



Robyn Cahill
Treasurer

Australia Day Council NT Incorporated
Financial report
30 June 2016

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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 21 October 2016.

Australia Day Council NT Incorporated
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2016

	Note	2016 \$	2015 \$
Revenue	3	496,091	487,089
Expenses			
Accounting expenses		9,370	11,130
Advertising		8,512	5,689
Audit fees		-	1,500
Bank charges		3,855	3,287
Depreciation		594	310
Postage		1,135	1,055
Printing and stationery		1,879	3,440
Purchases		4,740	9,853
Board expenses		1,932	8,214
Employee benefits expense		135,060	100,012
Computer expenses		8,872	3,407
Functions and programs		206,257	245,410
Insurance		1,171	12,172
Electricity		1,157	-
Motor vehicle costs		2,865	1,712
Regional costs		26,508	19,500
Rent		-	13,713
NT Government In Kind rent support		50,805	-
Subscriptions		380	1,584
Telephone		2,634	1,683
Travel and accommodation		5,862	3,891
Loss on write off of assets		-	-
Other expenses		14,879	10,565
		<hr/>	<hr/>
Surplus/(loss) before income tax expense		7,624	28,962
Income tax expense		-	-
		<hr/>	<hr/>
Surplus after income tax expense for the year	10	7,624	28,962
Other comprehensive income for the year, net of tax		-	-
		<hr/>	<hr/>
Total comprehensive income for the year		<u>7,624</u>	<u>28,962</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 2016

	Note	2016 \$	2015 \$
Assets			
Current assets			
Cash and cash equivalents	5	101,019	99,695
Trade and other receivables	6	8,054	14,813
Total current assets		<u>109,073</u>	<u>114,508</u>
Non-current assets			
Property, plant and equipment	7	6,011	5,635
Total non-current assets		<u>6,011</u>	<u>5,635</u>
Total assets		<u>115,084</u>	<u>120,143</u>
Liabilities			
Current liabilities			
Trade and other payables	8	25,903	39,877
Employee benefits	9	6,043	4,752
Total current liabilities		<u>31,946</u>	<u>44,629</u>
Net assets		<u>83,138</u>	<u>75,514</u>
Equity			
Retained surpluses	10	83,138	75,514
Total equity		<u>83,138</u>	<u>75,514</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 2016

	Retained surpluses \$	Total Equity \$
Balance at 1 July 2014	46,552	46,552
Surplus after income tax expense for the year	28,962	28,962
Other comprehensive income for the year, net of tax	<u>-</u>	<u>-</u>
Total comprehensive income for the year	<u>28,962</u>	<u>28,962</u>
Balance at 30 June 2015	<u>75,514</u>	<u>75,514</u>
	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>83,138</u>

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

Australia Day Council NT Incorporated
Notes to the financial statements
30 June 2016

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.

Australia Day Council NT Incorporated
Notes to the financial statements
30 June 2016

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 2016. 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 2016

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

	2016	2015
	\$	\$
<i>Sales revenue</i>		
Events	229,729	192,785
Merchandise	4,004	6,070
	<u>233,733</u>	<u>198,855</u>
<i>Other revenue</i>		
Grants	209,624	282,026
NT Government In Kind support	50,805	-
Interest	1,818	2,410
Other revenue	111	3,798
	<u>262,358</u>	<u>288,234</u>
Revenue	<u><u>496,091</u></u>	<u><u>487,089</u></u>

Note 4. Expenses

	2016	2015
	\$	\$
Surplus before income tax includes the following specific expenses:		
<i>Superannuation expense</i>		
Defined contribution superannuation expense	11,197	8,290

Australia Day Council NT Incorporated
Notes to the financial statements
30 June 2016

Note 5. Current assets - cash and cash equivalents

	2016	2015
	\$	\$
Cash on hand	100	100
Cash at bank	11,092	21,972
Cash on deposit	89,827	77,623
	<u>101,019</u>	<u>99,695</u>

Note 6. Current assets - trade and other receivables

	2016	2015
	\$	\$
Other receivables	4,094	5,033
BAS receivable	3,960	9,780
	<u>8,054</u>	<u>14,813</u>

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

	2016	2015
	\$	\$
Office equipment - at cost	6,915	5,945
Less: Accumulated depreciation	(904)	(310)
	<u>6,011</u>	<u>5,635</u>
	<u>6,011</u>	<u>5,635</u>

Note 8. Current liabilities - trade and other payables

	2016	2015
	\$	\$
Trade payables	1,082	15,265
Grants in Advance	10,000	10,000
Other payables	14,821	14,612
	<u>25,903</u>	<u>39,877</u>

Note 9. Current liabilities - employee benefits

	2016	2015
	\$	\$
Employee benefits	<u>6,043</u>	<u>4,752</u>

Australia Day Council NT Incorporated
Notes to the financial statements
30 June 2016

Note 10. Equity - retained surpluses

	2016	2015
	\$	\$
Retained surpluses at the beginning of the financial year	75,514	46,552
Surplus after income tax expense for the year	<u>7,624</u>	<u>28,962</u>
Retained surpluses at the end of the financial year	<u><u>83,138</u></u>	<u><u>75,514</u></u>

Note 11. Contingent liabilities

The Council had no contingent liabilities as at 30 June 2016 and 30 June 2015.

Note 12. Commitments

The Council had no commitments for expenditure as at 30 June 2016 and 30 June 2015.

Note 13. Events after the reporting period

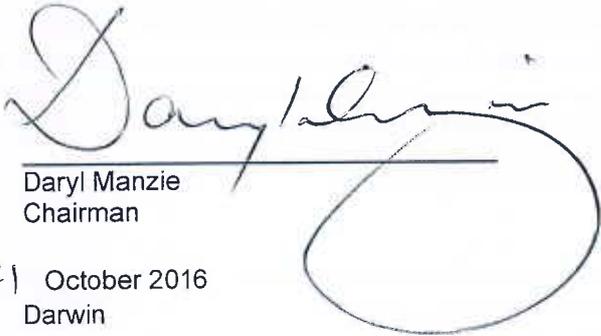
No matter or circumstance has arisen since 30 June 2016 that has significantly affected, or may significantly affect the Council's operations, the results of those operations, or the Council's state of affairs in future financial years.

Australia Day Council NT Incorporated
Board Members' declaration

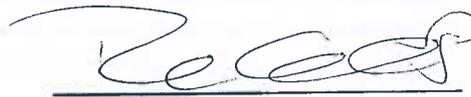
In the Board Members' opinion:

- 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 2016 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



Daryl Manzie
Chairman



Robyn Cahill
Treasurer

21 October 2016
Darwin



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AUSTRALIA

INDEPENDENT AUDITOR'S REPORT

To the members of Australia Day Council NT Incorporated

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of Australia Day Council NT Incorporated, which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and other comprehensive income, and statement of changes in equity for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and Board Members' declaration.

Board Members' Responsibility for the Financial Report

Board Members are responsible for the preparation and fair presentation of the financial report, and have determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of *NT Associations Act* and is appropriate to meet the needs of the members. Board Members responsibility also includes such internal control as Board Members determine 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

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 the 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 control relevant to the entity's preparation and fair presentation of the financial report 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board Members, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Opinion

In our opinion the financial report presents fairly, in all material respects, the financial position of Australia Day Council NT Incorporated as at 30 June 2016, and its financial performance for the year then ended in accordance with the financial reporting requirements of *NT Associations Act*.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Australia Day Council NT Incorporated to meet the requirements of *NT Associations Act*. As a result, the financial report may not be suitable for another purpose.

A handwritten signature in blue ink that reads "BDO".

BDO Audit (NT)

A handwritten signature in blue ink, appearing to be "C J Sciacca".

C J Sciacca

Partner

Darwin: 21 October 2016