

# **Keep Australia Beautiful Council (NT) Incorporated**

**ABN 38 691 783 234**

**Special Purpose Financial Report - 30 June 2018**

## **Keep Australia Beautiful Council (NT) Incorporated**

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**30 June 2018**

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#### **General information**

The financial statements cover Keep Australia Beautiful Council (NT) Incorporated as an individual entity. The financial statements are presented in Australian dollars, which is Keep Australia Beautiful Council (NT) Incorporated's functional and presentation currency, and rounded to the nearest dollar.

The financial report consists of the Statement of Profit or Loss and Other Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows, Notes to the Financial Statements and the Statement by the Committee Members.

Keep Australia Beautiful Council (NT) Incorporated is a not-for-profit incorporated association, incorporated and domiciled in Australia. It's registered office and principal place of business are:

#### **Registered office**

Level 2  
NAB House  
71 Smith Street  
Darwin NT 0800

#### **Principal place of business**

Level 2  
NAB House  
71 Smith Street  
Darwin NT 0800

The financial statements were authorised for issue by the Committee members on October 2018. The Committee members have the power to amend and reissue the financial report.

**Keep Australia Beautiful Council (NT) Incorporated**  
**Statement of profit or loss and other comprehensive income**  
**For the year ended 30 June 2018**

	Note	2018 \$	2017 \$
<b>Revenue</b>			
Revenue from ordinary activities	3	15,085	17,454
Revenue from grants	4	225,700	272,693
Interest received		252	290
Other revenue	5	707	35,951
Total revenue		<u>241,744</u>	<u>326,388</u>
<b>Expenses</b>			
Expenses from ordinary activities	6	133,525	149,759
Employee expenses		107,751	123,214
Depreciation and loss on written off assets		19,717	19,717
Total expenses		<u>260,993</u>	<u>292,690</u>
<b>Surplus (deficit) before income tax expense</b>	13	<b>(19,249)</b>	<b>33,698</b>
Other comprehensive income for the year		-	-
<b>Total comprehensive income (loss) for the year</b>		<b><u>(19,249)</u></b>	<b><u>33,698</u></b>

*The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes*

**Keep Australia Beautiful Council (NT) Incorporated**  
**Statement of financial position**  
**As at 30 June 2018**

	Note	2018 \$	2017 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	7	358,482	365,395
Trade and other receivables	8	16,500	2,682
Total current assets		<u>374,982</u>	<u>368,077</u>
<b>Non-current assets</b>			
Property, plant and equipment	9	26,692	46,409
Total non-current assets		<u>26,692</u>	<u>46,409</u>
<b>Total assets</b>		<u>401,674</u>	<u>414,486</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	10	35,487	36,305
Provisions	11	38,956	34,164
Total current liabilities		<u>74,443</u>	<u>70,469</u>
<b>Non-current liabilities</b>			
Provisions	11	27,101	24,638
Total non-current liabilities		<u>27,101</u>	<u>24,638</u>
<b>Total liabilities</b>		<u>101,544</u>	<u>95,107</u>
<b>Net assets</b>		<u>300,130</u>	<u>319,379</u>
<b>Equity</b>			
Retained surpluses	12	300,130	319,379
<b>Total equity</b>		<u>300,130</u>	<u>319,379</u>

*The above statement of financial position should be read in conjunction with the accompanying notes*

**Keep Australia Beautiful Council (NT) Incorporated**  
**Statement of changes in equity**  
**For the year ended 30 June 2018**

	<b>Retained surpluses \$</b>	<b>Total equity \$</b>
Balance at 1 July 2016	285,681	285,681
Surplus after income tax expense for the year	33,698	33,698
Other comprehensive income for the year	-	-
	<u>33,698</u>	<u>33,698</u>
Total comprehensive income for the year	<u>33,698</u>	<u>33,698</u>
Balance at 30 June 2017	<u>319,379</u>	<u>319,379</u>
	<b>Retained surpluses \$</b>	<b>Total equity \$</b>
Balance at 1 July 2017	319,379	319,379
Deficit after income tax expense for the year	(19,249)	(19,249)
Other comprehensive income for the year	-	-
	<u>(19,249)</u>	<u>(19,249)</u>
Total comprehensive income for the year	<u>(19,249)</u>	<u>(19,249)</u>
Balance at 30 June 2018	<u>300,130</u>	<u>300,130</u>

*The above statement of changes in equity should be read in conjunction with the accompanying notes*

**Keep Australia Beautiful Council (NT) Incorporated**  
**Statement of cash flows**  
**For the year ended 30 June 2018**

	Note	2018 \$	2017 \$
<b>Cash flows from operating activities</b>			
Receipts from customers (inclusive of GST)		1,974	22,358
Payments to suppliers and employees (inclusive of GST)		<u>(234,839)</u>	<u>(263,166)</u>
		(232,865)	(240,808)
Interest received		252	290
Grants received		<u>225,700</u>	<u>272,693</u>
Net cash from operating activities	17	<u>(6,913)</u>	<u>32,175</u>
<b>Cash flows from investing activities</b>			
Receipts from sale of property, plant and equipment		-	5,001
Payments for property, plant and equipment		<u>-</u>	<u>-</u>
Net cash used in investing activities		<u>-</u>	<u>5,001</u>
<b>Cash flows from financing activities</b>			
Net cash from financing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		(6,913)	37,176
Cash and cash equivalents at the beginning of the financial year		<u>365,395</u>	<u>328,219</u>
Cash and cash equivalents at the end of the financial year	7	<u><u>358,482</u></u>	<u><u>365,395</u></u>

*The above statement of cash flows should be read in conjunction with the accompanying notes*

**Keep Australia Beautiful Council (NT) Incorporated**  
**Notes to the financial statements**  
**30 June 2018**

**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 Committee members' opinion, the Council is not a reporting entity because there are no users dependent on general purpose financial statements.

For the purpose of preparing the financial statements, the Council is a not-for-profit entity.

These are special purpose financial statements that have been prepared for the purposes of complying with the Northern Territory Associations Act and associated regulations. The Committee members have determined that the accounting policies adopted are appropriate to meet the needs of the members of Keep Australia Beautiful 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 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation 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.

*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.

*Donations*

Donations are recognised at the time the pledge is made.

*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**

The Council is exempt from income tax under item 2.1 of section 50-10 of the Income Tax Assessment Act 1997.

**Keep Australia Beautiful Council (NT) Incorporated**  
**Notes to the financial statements**  
**30 June 2018**

**Note 1. Significant accounting policies (continued)**

**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 diminishing value basis over their expected useful lives as follows:

Plant and equipment	3-5 years
Motor vehicles	3 years

The 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.

**Employee benefits**

*Wages and salaries and annual leave*

Liabilities for wages and salaries, including non-monetary benefits, 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 and measured as the amount unpaid at pay rates in respect of employees at the reporting date after they have completed five years of service.

*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.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.



**Keep Australia Beautiful Council (NT) Incorporated**  
**Notes to the financial statements**  
**30 June 2018**

**Note 1. Significant accounting policies (continued)**

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

**Leases**

Operating lease payments are recognised as an expense on a straight-line basis over the lease term, except where another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

From October 2014, the Council occupied the office premises located at Level 2, 71 Smith Street, Darwin. This office space was provided free of charge.

No expense and revenue are recognised on the statement of profit and loss and other comprehensive income and no commitments have been disclosed in relation to this lease. The market value of the rental of the premises for the period was \$12,678.

**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 2018. 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.

*Employee benefits provision*

As discussed in note 1, the liability for long service leave is recognised and measured as the amount unpaid at pay rates in respect of employees at the reporting date after they have completed five years of service. In determining the value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

*Provision for impairment of receivables*

The provision for impairment of receivables assessment requires a degree of estimation and judgement. The level of provision is assessed by taking into account the recent sales experience, the ageing of receivables, historical collection rates and specific knowledge of the individual debtors' financial position.

No impairment of receivables has been recognised as at 30 June 2018 and 2017.

**Keep Australia Beautiful Council (NT) Incorporated**  
**Notes to the financial statements**  
**30 June 2018**

**Note 3. Revenue from ordinary activities**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Corporate sponsors	15,000	15,000
Memberships	85	2,454
	<u>15,085</u>	<u>17,454</u>

**Note 4. Revenue from grants**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Department of Natural Resources, Environment and Arts	200,000	257,693
Keep Australia Beautiful National	25,700	15,000
	<u>225,700</u>	<u>272,693</u>

**Note 5. Other revenue**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Other income	560	7,143
Donations	147	28,808
	<u>707</u>	<u>35,951</u>

**Note 6. Expenses from ordinary activities**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Consultants	25,700	20,000
Telephone	3,555	3,683
Travel	22,093	17,348
Bookkeeping and accounting fees	8,941	8,320
Insurance	4,090	4,536
Advertising	12,543	4,169
Materials and supplies	2,911	18,880
Motor vehicle expenses	6,569	7,037
Events	24,117	29,353
Audit fees	3,976	4,150
Computer and internet expenses	2,669	18,184
Printing and postage	4,189	4,492
Other expenses	12,172	9,607
	<u>133,525</u>	<u>149,759</u>

**Keep Australia Beautiful Council (NT) Incorporated**  
**Notes to the financial statements**  
**30 June 2018**

**Note 7. Cash and cash equivalents**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Cash on hand	-	-
Cash at bank and on deposit	358,482	365,395
	<u>358,482</u>	<u>365,395</u>

**Note 8. Trade and other receivables**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Trade receivables	16,500	440
Other receivables	-	2,242
	<u>16,500</u>	<u>2,682</u>

**Note 9. Property, plant and equipment**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Plant and equipment - at cost	45,361	45,361
Less: Accumulated depreciation	(45,361)	(45,361)
	<u>-</u>	<u>-</u>
Motor vehicles - at cost	143,412	143,412
Less: Accumulated depreciation	(116,720)	(97,003)
	<u>26,692</u>	<u>46,409</u>
	<u>26,692</u>	<u>46,409</u>

**Note 10. Trade and other payables**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Trade payables	1,694	7,652
GST payable	19,889	12,140
Payroll liabilities	5,328	9,448
Superannuation payable	1,973	1,962
Other creditors	6,603	5,103
	<u>35,487</u>	<u>36,305</u>

**Keep Australia Beautiful Council (NT) Incorporated**  
**Notes to the financial statements**  
**30 June 2018**

**Note 11. Provisions**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Annual leave	38,956	34,164
	<u>38,956</u>	<u>34,164</u>
<b>Non-current</b>		
Long service leave	27,101	24,638
	<u>27,101</u>	<u>24,638</u>

**Note 12. Equity - retained surpluses**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Retained surpluses at the beginning of the financial year	319,379	285,681
Surplus (deficit) for the year	(19,249)	33,698
	<u>300,130</u>	<u>319,379</u>
Retained surpluses at the end of the financial year	<u>300,130</u>	<u>319,379</u>

**Note 13. Remuneration of auditors**

During the financial year the following fees were paid or payable for services provided by BDO NT, the auditor of the Council:

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<i>Audit services – BDO NT</i>		
Audit of the financial statements	3,950	4,150
	<u>3,950</u>	<u>4,150</u>

**Note 14. Contingent liabilities**

The Council had no contingent liabilities as at 30 June 2018 and 30 June 2017.

**Note 15. Commitments**

The Council had no commitments for expenditure as at 30 June 2018 and 30 June 2017.

**Note 16. Events after the reporting period**

No matter or circumstance has arisen since 30 June 2018 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.

**Keep Australia Beautiful Council (NT) Incorporated**  
**Notes to the financial statements**  
**30 June 2018**

**Note 17. Reconciliation of surplus after income tax to net cash from operating activities**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Surplus (deficit) for the year	(19,249)	33,698
Adjustments for:		
Depreciation and amortisation	19,717	19,717
Gifted assets	-	(27,899)
Profit on sales of assets	-	(5,000)
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	(13,818)	1,852
Decrease/(increase) in trade and other payables	(818)	1,201
Increase/(decrease) in employee benefits	7,255	8,606
Decrease in other operating liabilities	-	-
Net cash from operating activities	<u>(6,913)</u>	<u>32,175</u>

**Keep Australia Beautiful Council (NT) Incorporated  
Statement by the Committee Members  
30 June 2018**

In our opinion:

- (a) the accompanying financial report as set out on pages 2-13, being a special purpose financial statement, is drawn up so as to present fairly in all material respects the state of affairs of the Council as at 30 June 2018 and the results of the Council for the year ended on that date;
- (b) the accounts of the Council have been properly prepared and are in accordance with the books of account of the Council; and
- (c) there are reasonable grounds to believe that the Council will be able to pay its debts as and when they fall due.

We confirm as follows:

- (a) The name of each committee member of the Council during the relevant financial year was that date;

Chairperson	Jeff Colver
Deputy Chair	Banambi Wunungmurra
Treasurer	Jeff Colver
Members	Gary Swanson Charlie King Heimo Schober Annie Sage (resigned 07 December 2017) Graeme Suckling (resigned 15 December 2017)

- (b) The principal activity of the Council during the relevant financial year was developing and implementing programs to encourage Northern Territory people and their communities to protect, conserve their environment and improve their wellbeing and associated living conditions.

There have been no significant changes in the activities of the Council during the financial year ended 30 June 2018.

- (c) The net deficit of the Council for the financial year was \$19,249 (2017: surplus \$33,698).

On behalf of the Committee

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Jeff Colver  
Chairperson

October 2018  
Darwin

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Gary Swanson  
Committee Member

October 2018  
Darwin

**Keep Australia Beautiful Council (NT) Incorporated  
Independent auditor's report to the members of Keep Australia Beautiful Council (NT)  
Incorporated**

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**Keep Australia Beautiful Council (NT) Incorporated  
Independent auditor's report to the members of Keep Australia Beautiful Council (NT)  
Incorporated**

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