

ABORIGINAL EDUCATION COUNCIL (NSW) INC.

87 588 237 557

**FINANCIAL REPORT
FOR THE YEAR ENDED
31 DECEMBER 2015**

ABORIGINAL EDUCATION COUNCIL (NSW) INC.

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**ABORIGINAL EDUCATION COUNCIL (NSW) INC.
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COMMITTEE'S REPORT

Your committee members submit the financial report of the Aboriginal Education Council (NSW) Inc. for the financial year ended 31 December 2015.

Committee Members

The name of each member of the committee during the year and if different, at the date of the report;

Janet Mooney
Bill Muir
Sharon Galleguillos
Dianne Butland
Alexandra Rivers
Alison Mathews
Oliver Harvey
Terry Denzel
Charlene Enzim-Boyd

Principal Activities

The principal activities of the association during the financial year were:

To work for the advancement of Aboriginal people in NSW through the provisions of greater educational opportunities.

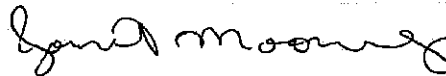
Significant Changes

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

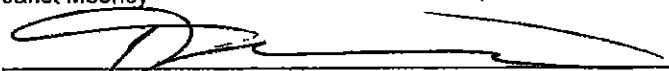
Operating Result

The loss of the association after providing for income tax amounted to \$(70,187.07).

Signed in accordance with a resolution of the Members of the Committee.

Committee Member: 

Janet Mooney

Committee Member: 

Dianne Butland

Dated this 26th day of April 2016

ABORIGINAL EDUCATION COUNCIL (NSW) INC.
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STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 \$	2014 \$
INCOME			
Donations		540.56	5,494.00
Interest Received		49,908.88	58,762.94
		50,449.44	64,256.94
OTHER INCOME			
Bequests		-	1,500.00
Membership Fees		-	109.09
Royalties Received		2,364.23	1,829.39
Trust Income		55,572.59	32,606.88
Gross profit from trading		36,234.95	61,232.48
		94,171.77	97,277.84
		144,621.21	161,534.78

The accompanying notes form part of these financial statements.

ABORIGINAL EDUCATION COUNCIL (NSW) INC.
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STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 \$	2014 \$
EXPENDITURE			
Aboriginal Studies Text		-	681.82
Advertising & Promotion		764.49	1,027.95
Auditors Remuneration - Fees		6,000.00	5,500.00
Bank Charges		269.81	301.90
Computer Expenses		3,021.43	1,130.02
Conference Expenses		347.05	9,238.30
Depreciation		61.00	84.00
Filing Fees		367.00	-
Financial Assistance		132.72	-
Insurance		4,221.32	4,054.24
Leasing- Office Equipment		4,203.58	3,632.99
Loss on Sale of Fixed Asset		386.20	-
Postage		136.51	315.33
Printing & Stationery		658.54	1,795.18
PW Competition		8,505.20	7,575.00
Rent		1,472.73	1,363.64
Repairs & Maintenance		258.62	324.49
Salaries		34,215.96	33,274.64
Scholarships - Alan Duncan		18,000.00	15,000.00
Scholarships- M Ida Howie		27,100.00	28,000.00
Scholarships- Nanga Mai Awards		1,200.00	600.00
Special Programs - Innovations		79,174.90	62,032.95
Subscriptions		150.00	525.73
Superannuation		20,669.04	20,591.96
Sundry Expenses		138.87	-
Telephone & Internet		3,047.81	3,372.08
Travelling Expenses		305.50	291.65
		<u>214,808.28</u>	<u>200,713.87</u>
Loss before income tax		<u>(70,187.07)</u>	<u>(39,179.09)</u>
Loss for the year		<u>(70,187.07)</u>	<u>(39,179.09)</u>
Retained surplus at the beginning of the financial year		<u>2,167,183.95</u>	<u>2,206,363.04</u>
Retained surplus at the end of the financial year		<u><u>2,096,996.88</u></u>	<u><u>2,167,183.95</u></u>

The accompanying notes form part of these financial statements.

ABORIGINAL EDUCATION COUNCIL (NSW) INC.
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STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015

	Note	2015 \$	2014 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	222,066.18	264,944.65
Trade and other receivables	3	35,915.08	31,028.36
Financial assets	4	857,100.00	1,200,000.00
TOTAL CURRENT ASSETS		<u>1,115,081.26</u>	<u>1,495,973.01</u>
NON-CURRENT ASSETS			
Financial assets	4	1,008,989.06	698,203.92
Property, plant and equipment	5	-	447.20
TOTAL NON-CURRENT ASSETS		<u>1,008,989.06</u>	<u>698,651.12</u>
TOTAL ASSETS		<u>2,124,070.32</u>	<u>2,194,624.13</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	6	18,161.98	18,123.78
TOTAL CURRENT LIABILITIES		<u>18,161.98</u>	<u>18,123.78</u>
TOTAL LIABILITIES		<u>18,161.98</u>	<u>18,123.78</u>
NET ASSETS		<u>2,105,908.34</u>	<u>2,176,500.35</u>
MEMBERS' FUNDS			
Reserves	7	8,911.46	9,316.40
Retained surplus	8	2,096,996.88	2,167,183.95
TOTAL MEMBERS' FUNDS		<u>2,105,908.34</u>	<u>2,176,500.35</u>

The accompanying notes form part of these financial statements.

ABORIGINAL EDUCATION COUNCIL (NSW) INC.
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

1 Summary of Significant Accounting Policies

Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 2009. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of this financial report.

Property, Plant and Equipment

Classes of property, plant and equipment are measured using the cost model.

Asset are carried at cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

The depreciable amount of all fixed assets including capitalised leased assets, is depreciated on a straight line basis over the asset's useful life commencing from the time the asset is held ready for use.

Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the association, are classified as finance leases.

**ABORIGINAL EDUCATION COUNCIL (NSW) INC.
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

Financial Instruments

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised in the income statement.

Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At the end of each reporting period, the association assesses whether there is objective evidence that a financial instrument has been impaired. The assessment will consider both external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of that asset, being the higher of the asset's fair value less costs to sell and its value-in-use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is immediately recognised in the income statement.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less.

**ABORIGINAL EDUCATION COUNCIL (NSW) INC.
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

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 entity 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.

Sale of goods

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Rendering of services

Revenue in relation to rendering of services is recognised depends on whether the outcome of the services can be measured reliably. If this is the case 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 measured then revenue is recognised to the extent of expenses recognised that are recoverable.

All revenue is stated net of the amount of goods and services tax (GST).

Accounts Payable and Other Payables

Accounts payable and other payables represent the liabilities at the end of the reporting period for goods and services received by the association that remain unpaid.

Accounts payable are recognised at their transaction price. Accounts payable are obligations on the basis of normal credit terms.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the balance sheet.

**ABORIGINAL EDUCATION COUNCIL (NSW) INC.
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

ABORIGINAL EDUCATION COUNCIL (NSW) INC.
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

	2015	2014
	\$	\$
2 Cash and Cash Equivalents		
CBA Society Cheque Account 1016 1360	3,237.17	3,504.81
CBA Society Cheque Account Education Projects Fund	10,233.42	10,230.32
Macquarie Cash Mgt Account 9612 43755	134,610.48	118,220.40
Macquarie Account N Catts Fund 9612 43730	38,439.03	82,265.00
Macquarie Donations Account	35,546.08	50,724.12
	222,066.18	264,944.65
3 Trade and Other Receivables		
Current		
Other Debtors	19,871.08	12,331.36
Trade Debtors	16,044.00	17,944.00
GST on acquisitions	-	753.00
	35,915.08	31,028.36
The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short term nature of the balances.		
4 Financial Assets		
Current		
Macquarie Term Deposit Margaret Ida Howie Trust	207,100.00	200,000.00
Macquarie Term Deposit Patrick White	650,000.00	650,000.00
Macquarie Wholesale Note TD Margaret Ida Howie	-	350,000.00
	857,100.00	1,200,000.00
Non-Current		
Macquarie Private Portfolio - (I65810)	658,219.06	698,203.92
Macquarie Capital Note (MQGPB)	350,770.00	-
	1,008,989.06	698,203.92
5 Property, Plant and Equipment		
Plant & Equipment - at Cost	-	5,963.00
Less Prov'n for Depreciation	-	(5,515.80)
	-	447.20
Total Plant and Equipment	-	447.20
Total Property, Plant and Equipment	-	447.20

ABORIGINAL EDUCATION COUNCIL (NSW) INC.
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

	2015	2014
	\$	\$
6 Accounts Payable and Other Payables		
Current		
GST on acquisitions	422.62	-
PAYG - Payable	924.00	924.00
Superannuation Payable	16,815.36	17,199.78
	18,161.98	18,123.78
7 Reserves		
Designated Funds - Everyday Hero Funds		
Opening Balance	9,316.40	10,984.19
Income	-	140.12
Expenses	(404.94)	(1,807.91)
	8,911.46	9,316.40
8 Retained Surplus		
Retained surplus at the beginning of the financial year	2,167,183.95	2,206,363.04
Net loss attributable to the association	(70,187.07)	(39,179.09)
Retained surplus at the end of the financial year	2,096,996.88	2,167,183.95

**ABORIGINAL EDUCATION COUNCIL (NSW) INC.
87 588 237 557**

STATEMENT BY MEMBERS OF THE COMMITTEE

The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial report as set out on pages 1 to 10:

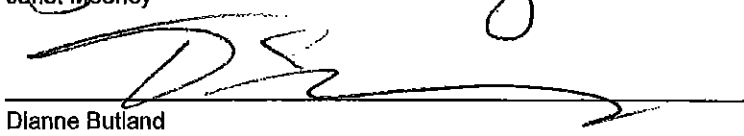
1. Presents a true and fair view of the financial position of Aboriginal Education Council (NSW) Inc. as at 31 December 2015 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Aboriginal Education Council (NSW) Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

President:


Janet Mooney

Treasurer:


Dianne Butland

Dated this 26th day of April 2016



Pears & Co.

▶ chartered accountants ◀

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ABORIGINAL EDUCATION COUNCIL (NSW) INC.

87 588 237 557

ABN 91 097 827 438

Partners

Alan Pears / FCA

Anthony Ciarroni / BBus CA

Leo Ciarroni / BCom CA

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Aboriginal Education Council (NSW) Inc. (the association), which comprises the balance sheet as at 31 December 2015, and the income statement, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of the association is responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are consistent with the financial reporting requirements of the Associations Incorporations Act NSW 2009 and are appropriate to meet the needs of the members. The committee's responsibility also includes designing, implementing and maintaining internal control 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We 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 auditors' judgment, 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 auditors consider internal control 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. 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Pears & Co.

▶ chartered accountants ◀

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ABORIGINAL EDUCATION COUNCIL (NSW) INC.
87 588 237 557**

ABN 91 097 827 438

Partners

Alan Pears / FCA

Anthony Ciarroni / BBus CA

Leo Ciarroni / BCom CA

Auditors' Opinion


In our opinion, the financial report of Aboriginal Education Council (NSW) Inc. presents fairly, in all material respects the financial position of Aboriginal Education Council (NSW) Inc. as of 31 December 2015 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the Associations Incorporation Act NSW 2009.

Basis of Accounting and Restriction on Distribution

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 the association to meet the requirements of the Associations Incorporation Act NSW 2009. As a result, the financial report may not be suitable for another purpose.

Name of Firm: Pears & Co
Chartered Accountants

Name of Partner:


Leo Ciarroni

Address: Suite 3, 24 Ross Street North Parramatta

Dated this 26th day of April 2016

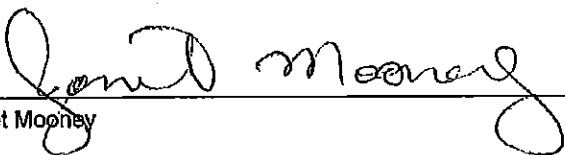
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CERTIFICATE BY MEMBERS OF THE COMMITTEE

I, Janet Mooney of Redfern, certify that:

- (a) I attended the annual general meeting of the association held on 26 April 2016.
- (b) The financial statements for the year ended 31 December 2015 were submitted to the members of the association at its annual general meeting.

Dated this 26th day of April 2016

Committee Member: 
Janet Mooney