

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

**FINANCIAL REPORT  
FOR THE YEAR ENDED  
31 DECEMBER 2017**

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

**CONTENTS**

Committee's Report	1
Income Statement	2
Balance Sheet	4
Notes to the Financial Statements	5
Statement by Members of the Committee	11
Auditors' Report	12
Certificate by Members of the Committee	15

**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 2017.

**Committee Members**

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

Janet Mooney  
Sharon Galleguillos  
Dianne Butland  
Alexandra Rivers  
Oliver Harvey  
Terry Denzel  
Charlene Enzim-Boyd  
Nathan Moran  
Catherine Burgess

**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.

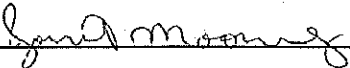
**Significant Changes**

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

**Operating Result**

The profit of the association after providing for income tax amounted to \$2,508.45.

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

Committee Member:   
Janet Mooney

Committee Member:   
Dianne Butland

Dated this 10th day of April 2018

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

**INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017 \$	2016 \$
<b>INCOME</b>			
Donations		8,541.43	4,294.53
Event Income		275.00	3,446.00
Interest Received		23,339.68	25,867.19
		<u>32,156.11</u>	<u>33,607.72</u>
<b>OTHER INCOME</b>			
Bequests		245.95	-
Royalties Received		8,253.20	5,109.75
Sundry Income		337.81	-
Trust Income		30,978.53	30,811.72
Gross profit from trading		83,230.03	82,401.68
		<u>123,045.52</u>	<u>118,323.15</u>
		<u>155,201.63</u>	<u>151,930.87</u>

The accompanying notes form part of these financial statements.

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

**INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017 \$	2016 \$
<b>EXPENDITURE</b>			
Accountancy		1,000.00	-
Advertising & Promotion		1,466.86	2,037.95
Admin & Finance Services		329.96	298.43
Auditors Remuneration - Fees		5,500.00	6,000.00
Bank Charges		525.30	509.83
Computer Expenses		1,411.82	3,072.87
Conference Expenses		451.62	435.18
Financial Assistance		416.00	640.91
Insurance		4,149.42	4,298.72
Interest		-	115.17
Leasing- Office Equipment		3,718.72	3,751.81
Postage		123.63	224.64
Printing & Stationery		986.53	650.51
PW Competition		7,583.55	9,790.17
Everyday Hero Sporting Fund		-	380.00
Rent		1,472.73	1,472.73
Repairs & Maintenance		747.27	272.73
Salaries		34,215.96	34,215.96
Scholarships - Alan Duncan		6,200.00	5,000.00
Scholarships- M Ida Howie		18,000.00	20,000.00
Scholarships- Nanga Mai Awards		2,050.00	1,700.00
Scholarships - Secondary		2,200.00	-
Special Programs - Innovations		33,316.00	52,556.00
Subscriptions		600.00	987.28
Superannuation		23,453.90	22,948.14
Sundry Expenses		-	469.59
Telephone & Internet		2,482.84	2,962.95
Travelling Expenses		291.07	92.54
		<u>152,693.18</u>	<u>174,884.11</u>
Profit (Loss) before income tax		<u>2,508.45</u>	<u>(22,953.24)</u>
<b>Profit (Loss) for the year</b>		<u>2,508.45</u>	<u>(22,953.24)</u>
Retained surplus at the beginning of the financial year		2,082,955.10	2,096,996.88
Transfer from Reserves - EHF		-	(8,911.46)
<b>Retained surplus at the end of the financial year</b>		<u><u>2,085,463.55</u></u>	<u><u>2,082,955.10</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 2017**

	Note	2017 \$	2016 \$
<b>ASSETS</b>			
Cash and cash equivalents	3	168,062.15	164,567.50
Trade and other receivables	4	25,595.81	51,627.81
Financial assets	5	850,000.00	850,000.00
<b>TOTAL CURRENT ASSETS</b>		<u>1,043,657.96</u>	<u>1,066,195.31</u>
<b>NON-CURRENT ASSETS</b>			
Other Financial assets	5	1,042,743.59	1,035,575.79
<b>TOTAL NON-CURRENT ASSETS</b>		<u>1,042,743.59</u>	<u>1,035,575.79</u>
<b>TOTAL ASSETS</b>		<u>2,086,401.55</u>	<u>2,101,771.10</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and Other Payables	6	938.00	18,816.00
<b>TOTAL CURRENT LIABILITIES</b>		<u>938.00</u>	<u>18,816.00</u>
<b>TOTAL LIABILITIES</b>		<u>938.00</u>	<u>18,816.00</u>
<b>NET ASSETS</b>		<u>(2,085,463.55)</u>	<u>(2,082,955.10)</u>
<b>MEMBERS' FUNDS</b>			
Retained surplus	7	2,085,463.55	2,082,955.10
<b>TOTAL MEMBERS' FUNDS</b>		<u>2,085,463.55</u>	<u>2,082,955.10</u>

The accompanying notes form part of these financial statements.

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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The financial statements cover Aboriginal Education Council (NSW) Inc. as an individual entity. Aboriginal Education Council (NSW) Inc. is a not for profit Association incorporated in NSW under the Associations Incorporation Act 2009.

The functional and presentation currency of Aboriginal Education Council (NSW) Inc. is Australian dollars.

**1 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.

In the opinion of the Committee of Management, the Association is not a reporting entity since there are unlikely to exist users of the financial report who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Act.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non current assets, financial assets and financial liabilities.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

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.

**2 Summary of Significant Accounting Policies**

**Leases**

Leases of PPE, 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.

**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.

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**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 comprises cash on hand, demand deposits and short term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.



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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**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.

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

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 from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those 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 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 recognised that are recoverable.

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

Revenue from training services is generally recognised once the training has been delivered.

**Goods and Services Tax (GST)**

Revenue, 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.  
87 588 237 557**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**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.**  
**87 588 237 557**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
<b>3 Cash and Cash Equivalents</b>		
CBA Society Cheque Account 1016 1360	4,471.97	4,394.17
CBA Society Cheque Account Education Projects Fund	10,236.27	10,236.27
Petty Cash	5.26	5.26
Macquarie Cash Mgt Account 9612 43755	87,390.91	85,556.29
Macquarie Account N Catts Fund 9612 43730	32,611.29	31,155.49
Macquarie Donations Account	33,346.45	33,220.02
	168,062.15	164,567.50
<b>4 Trade and Other Receivables</b>		
<b>Current</b>		
Other Debtors	24,288.72	31,059.99
Trade Debtors	-	16,044.00
GST on acquisitions	1,307.09	4,523.82
	25,595.81	51,627.81
	25,595.81	51,627.81
The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short term nature of the balances.		
<b>5 Other Financial Assets</b>		
<b>Current</b>		
Macquarie Term Deposit Margaret Ida Howie Trust	200,000.00	200,000.00
Macquarie Term Deposit Patrick White	650,000.00	650,000.00
	850,000.00	850,000.00
<b>Non-Current</b>		
Macquarie Private Portfolio - (I65810)	657,055.37	662,825.79
Macquarie Capital Note (MQGPB)	385,000.00	372,750.00
Shares in Public Companies - BGP Holdings PLC	688.22	-
	1,042,743.59	1,035,575.79

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

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017	2016
	\$	\$
<b>6</b>		
<b>Accounts Payable and Other Payables</b>		
<b>Current</b>		
Other Creditors	14.00	-
PAYG - Payable	924.00	2,772.00
Superannuation Payable	-	16,044.00
	<u>938.00</u>	<u>18,816.00</u>
<b>7</b>		
<b>Retained Surplus</b>		
Retained surplus at the beginning of the financial year	2,082,955.10	2,096,996.88
Net profit (Net loss) attributable to the association	2,508.45	(22,953.24)
Transfer from Reserves - EHF	-	8,911.46
Retained surplus at the end of the financial year	<u>2,085,463.55</u>	<u>2,082,955.10</u>

**ABORIGINAL EDUCATION COUNCIL (NSW) INC.  
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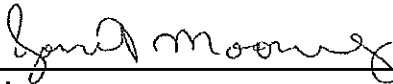
**STATEMENT BY MEMBERS OF THE COMMITTEE**

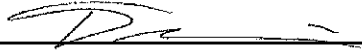
The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

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 2017 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 3rd day of April 2018



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

**Report on the Audit of the Financial Report**

**Opinion**

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 2017, and the income and expenditure statement for the year then ended, and notes to the financial statements including a summary of significant accounting policies and other explanatory information, and management's assertion statement.

In our opinion, the accompanying financial report of the association for the year ended 31 December 2017 is prepared, in all material respects, in accordance with the Associations Incorporation Act 2009.

**Basis for Opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Report section of our report. We are independent of the association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the code.

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

**Emphasis of Matter- Basis of Accounting**

We draw attention to note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist the association in meeting the requirements of the Associations Incorporations Act NSW 2009. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the association and should not be distributed to or used by parties other than the association. Our opinion is not modified in respect to this matter.

**Responsibilities of Management and those Charged with Governance**

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Act 2009 and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management 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 management either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the association's financial reporting process.



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

**Auditors' Responsibility for the Audit of the Financial Report**

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 auditors' 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 the 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. 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.
- Obtain an understanding of internal control relevant to the audit 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the director.
- Conclude on the appropriateness of the director'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 company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the company to cease to continue as a going concern.
- 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 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.



# Pears & Co.

▶ chartered accountants ◀

ABN 91 097 627 438

Partners

Alan Pears / FCA

Anthony Ciarroni / BBus CA

Leo Ciarroni / BCom CA

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

**Name of Firm:** Pears & Co  
Chartered Accountants

**Name of Partner:**

  
Leo Ciarroni

**Address:** Suite 3, 24 Ross Street North Parramatta

**Dated this 3rd day of April 2018**



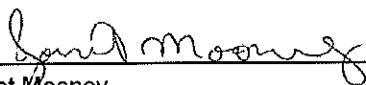
**ABORIGINAL EDUCATION COUNCIL (NSW) INC.  
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**CERTIFICATE BY MEMBERS OF THE COMMITTEE**

I, Janet Mooney of Redfern, certify that:

- (a) I attended the annual general meeting of the association held on 3rd April 2018.
- (b) The financial statements for the year ended 31 December 2017 were submitted to the members of the association at its annual general meeting.

**Dated this 3rd day of April 2018**

**Committee Member:**  \_\_\_\_\_  
Janet Mooney