

Auditor's Report

Date: 25.11.15

Mr Jeff Trudgian FCA
AUDITOR
PO BOX 440
Subiaco WA 6904

STRICTLY PRIVATE AND CONFIDENTIAL

Dear Mr Trudgian

BOARD REPRESENTATION – 2015

Pursuant to your request and in connection with your examination of the special purpose financial report of RANGELANDS NRM CO-ORDINATING GROUP INC for the year ended 30 June 2015 we acknowledge our responsibility for ensuring the financial report is in accordance with the accounting standards and UIG Consensus Views detailed in Note 1 to the financial statements. We confirm we have fulfilled our responsibility for the preparation of the financial report in accordance with the relevant financial reporting framework and confirm that the financial report is free of material misstatement, including omissions, and that we have approved the financial report, as evidenced by our signatures on the Board's declaration attached to the financial report. The following representations are made which are true to the best of our knowledge and belief

1. Accounting Policies

All the significant accounting policies of the fund are adequately described in Note 1 to the financial statements and are consistent with the policies adopted last year.

2. Entity Books/ Records / Minutes

As Agreed in the terms of the audit engagement, all financial books, records and related data have been made available to you, including relevant minutes of the Board meetings and this information has been retained in the appropriate format for the required period of time. We confirm all transactions have been recorded and are reflected in the financial reports.

3. Assets Form

The assets of the entity are being held in a form suitable for the benefit of the entity.

4. Ownership and Pledging of Assets

- a) The entity has satisfactory title to all assets disclosed in the statements of financial position; and
- b) No assets of the entity have been pledged to secure liabilities of the entity or of others.

5. Investments

a) Investments are carried in the books at market value, unless otherwise noted in the financial report. Such amounts are considered reasonable in the light of present circumstances;

- b) There are no commitments, fixed or contingent, for the purchase or sale of long-term investments that have not been disclosed in the financial report;
- c) All investments are acquired, maintained and disposed of on an arm's length basis.

6. Constitution

The entity is being conducted in accordance with its governing rules, formulated policies and constitution.

7. Income tax Assessment Act.

The entity is in compliance with the relevant requirements of the Income Tax Assessment Act.

8. Internal Controls

We acknowledge our responsibility for the design, implementation and maintenance of internal controls to prevent and detect fraud. We have established and maintained an adequate internal control structure to facilitate the preparation of reliable financial reports and to ensure that the assets of the entity are safeguarded from fraud or error. We have assessed the risk that the financial report may be materially misstated as a result of fraud and advise we have no knowledge or any actual, suspected or alleged fraud affecting the entity.

The entity does not have a formal process for identifying, estimating or assessing business risks relevant to the financial reporting objectives.

There are no specific risks arising from the information technology utilized by the entity that require attention by the Board.


To monitor internal controls over financial reporting, we review all reports provided by the information technology systems utilized by the entity for accuracy. This assists in determining if the information is sufficiently reliable for financial reporting purposes.

9. Legal Matters

We confirm you have been advised of all significant legal matters, and that all known actual or possible litigation and claims have been adequately accounted for, and appropriately disclosed in the financial report.

Any minutes of meetings with the entity's legal counsel have been provided for audit review.

10. Related Parties

All related party transactions have been brought to your attention. ~~Page~~ 

11. Subsequent Events


Other than those reported, there are no events subsequent to year end, nor any new litigation or claims referred to the entity's legal counsel that would require adjustment or disclosure in the financial report.

12. Going Concern Assumption

Except to the extent of acknowledging that on going operations into the future will be dependent upon the provision of funding from Government or other sources, we confirm we have no knowledge of any events or conditions that would cast significant doubt on the entity's ability to continue as a going concern.

Yours Faithfully,

Chairman of the Board/Board Director



C. Wain

Board Director



R. D. Fluzza

Date

25. 11. 2015



Financials

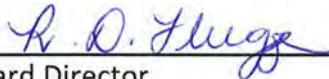
RANGELANDS NRM CO-ORDINATING GROUP INC. STATEMENT BY THE BOARD OF MANAGEMENT STATEMENT OF COMPLIANCE

It is the opinion of the Board of Management of Rangelands NRM Co-ordinating Group Inc., that:

- a) the Income and Expenditure Statement is drawn up so as to give a true and fair view of the surplus or deficit relating to the Corporation as a whole and its operations of the year ended 30 June 2015.
- b) the Balance Sheet is drawn up as to give a true and fair view of the state of affairs of the Corporation as at 30 June 2015.



Board Director/Chairperson



Board Director



Date

RANGELANDS NRM CO-ORDINATING GROUP INC.
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015

	Notes	2015 \$	2014 \$
INCOME			
Revenue from Operating activities	2	7,434,404	6,448,071
Revenue from Non Operating activities	3	<u>128,997</u>	<u>140,901</u>
TOTAL INCOME		<u>7,563,401</u>	<u>6,588,972</u>
EXPENSES			
Accounting Fees		7,610	6,210
Advertising & Promotions		86,477	199,703
Auditor's Remuneration		3,300	2,950
Bank Charges		1,281	1,538
Computer & IT Support		83,422	75,565
Consultancy Fees		892,312	1,550,906
Depreciation		17,004	21,684
Equipment Hire & Consumables		192,527	131,039
Fringe Benefits Tax		27,728	21,758
General Expenses		12,327	14,165
Insurance		19,614	17,277
Legal Costs		-	17,382
Memberships & Subscriptions		5,786	10,212
Motor Vehicle Expenses		71,842	69,152
Payments to Delivery Organisations		3,768,391	3,020,452
Payroll Expenses		1,605,715	1,732,513
Postage, Printing & Stationery		35,051	33,201
Relocation & Storage Expenses		-	1,984
Rent, Rates & Outgoings		143,123	159,706
Repairs and Maintenance		7,227	5,894
Sitting Expenses		35,890	46,237
Staff Training		41,440	36,608
Subcontractors	4	116,256	100,599
Telephone		34,754	33,206
Travelling Expenses		<u>309,796</u>	<u>369,894</u>
TOTAL EXPENSES		<u>7,518,873</u>	<u>7,679,835</u>
SURPLUS/(DEFICIT) FOR THE PERIOD		<u>44,528</u>	<u>(1,090,863)</u>

RANGELANDS NRM CO-ORDINATING GROUP INC.
BALANCE SHEET
AS AT 30 JUNE 2015

	Notes	2015 \$	2014 \$
ASSETS			
Current Assets			
Cash and Cash Equivalents	5	5,188,700	4,848,552
Receivables	6	<u>49,200</u>	<u>91,022</u>
Total Current Assets		<u>5,237,900</u>	<u>4,939,574</u>
Non-Current Assets			
Plant & Equipment		113,740	99,504
Less Accumulated Depreciation		<u>(86,510)</u>	<u>(69,506)</u>
Total Non-Current Assets		<u>27,230</u>	<u>29,998</u>
TOTAL ASSETS		<u>5,265,130</u>	<u>4,969,572</u>
LIABILITIES			
Current Liabilities			
Payables	7	1,056,256	584,930
Unearned Revenue	8	<u>1,832,946</u>	<u>2,073,451</u>
Total Current Liabilities		<u>2,889,202</u>	<u>2,658,381</u>
Non-Current Liabilities			
Payables	7	<u>49,180</u>	<u>28,971</u>
Total Non-Current Liabilities		<u>49,180</u>	<u>28,971</u>
TOTAL LIABILITIES		<u>2,938,382</u>	<u>2,687,352</u>
NET ASSETS		<u><u>2,326,748</u></u>	<u><u>2,282,220</u></u>
EQUITY			
Accumulated Surplus / (Deficit)	9	<u>2,326,748</u>	<u>2,282,220</u>
TOTAL EQUITY		<u><u>2,326,748</u></u>	<u><u>2,282,220</u></u>

RANGELANDS NRM CO-ORDINATING GROUP INC.
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2015

NOTE

1 Summary of Significant Accounting Policies

(a) General Statement

The Financial Statements constitute a special purpose financial report prepared in order to satisfy the reporting requirements of the Association Incorporation Act (WA) and the Australian Charities and Not-For-Profits Commission Regulation 2013. The Rangelands NRM Co-ordinating Group Inc. (RCG) Board has determined that the RCG is not a reporting entity.

Where possible the statements have been prepared in accordance with Australian equivalents to International Financial Reporting Standards (AIFRS).

Where modification is required and has material or significant financial effect upon the reported results, details of that modification and resulting financial effect are disclosed in the notes to the financial statements.

(b) Basis of Preparation

The financial statements have been prepared on the accrual basis of accounting using historical cost convention and are modified by the revaluation, where applicable, of non-current assets which are measured at fair value. The accounting policies adopted in preparation of the financial statements have been consistently applied throughout all periods presented unless otherwise stated.

(c) Not-for-Profit Organisation

The RCG is a not-for-profit organisation and its activities do not generate profits or losses. Accordingly, the differences in values of the Balance Sheet between 30 June 2014 and 30 June 2015 represent only increase or decrease in funds available for projects.

(d) Income

Revenue

The RCG's principal receipts are funds provided for specific projects and are not available for general activities. Revenue is measured at the fair value of consideration received. Revenue is recognised for the major business activities as follows:

Interest:

Revenue is recognised as the interest accrues.

RANGELANDS NRM CO-ORDINATING GROUP INC.
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2015

NOTE

1 Summary of Significant Accounting Policies (cont.)

(d) Income (cont.)

Grants, Donations, Gifts and other non-reciprocal contributions:

Revenue is recognised at fair value when the authority obtains control over the assets comprising the contributions and where all conditions relating to the receipt or expenditure of the grant have been satisfied.

Other non-reciprocal contributions that are not monetary contributions by owners are recognised at fair value.

Contributions of services are only recognised when a fair value can be reliably determined and the services would be purchased if not donated.

(e) Receivables

Receivables are recognised and carried at original invoice amount less any provision for uncollectable amounts (impairment). The collectability of receivables is reviewed on an ongoing basis and any receivable identified as uncollectable are written-off. The provision for uncollectable amounts (doubtful debts) is raised when collectability is no longer probable. The carrying amount is equivalent to the fair value as it is due for settlement within 30 days.

(f) Payables

Payables are recognised when the RCG becomes obliged to make future payments as a result of expenses and services incurred, or the purchase of assets. The carrying amount is equivalent to fair value, as creditors are generally settled within 30 days.

(g) Unearned Revenue

All grant contributions received by RCG that were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, amounts pertaining to those undischarged conditions are to be recognised as a liability in the balance sheet under the classification of Unearned Revenue. These amounts are recorded at fair value.

RANGELANDS NRM CO-ORDINATING GROUP INC.
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2015

NOTE

1 Summary of Significant Accounting Policies (cont.)

(h) Goods and Services Tax

In accordance with the Goods and Services Tax Act 1999, GST is collected and paid by the RCG with the transaction reflected in RCG's Financial Statements. The net amount receivable at balance date from the Australian Taxation office is shown in the balance under the classification of Receivables.

(i) Income Tax Exemption

The ordinary and statutory income of the RCG is exempt from income tax under the provisions of Division 50 of the Income Tax Assessment Act (1997). The entity will remain exempt from income tax provided the applicable conditions contained in Division 50 continue to be met in future financial years.

(j) Restricted Cash Assets

These cash funds have been granted to the entity to deliver express outcomes and are restricted by contractual agreements under which these funds were provided.

(k) Property, Plant and Equipment

Fixed assets are included at cost. All fixed assets, excluding land and buildings, are depreciated over their estimated useful lives commencing from the time the asset is held ready for use.

(l) Comparatives

Where considered necessary, the balances for the previous year have been reclassified to facilitate comparison.

RANGELANDS NRM CO-ORDINATING GROUP INC.
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2015

<u>NOTE</u>		2015 \$	2014 \$
2	Revenue from Operating Activities		
	Project Funding:		
	Government Grants	7,409,751	6,423,083
	Other Revenue:		
	Sundry Expense Recoveries	24,653	24,988
		<u>7,434,404</u>	<u>6,448,071</u>
3	Revenue from Non Operating Activities		
	Interest Received	<u>128,997</u>	<u>140,901</u>
4	Contractor Payments		
	Contractors - Private Sector	<u>116,256</u>	<u>100,599</u>
5	Cash and Cash Equivalents		
	Funds are Held in the Following Accounts:		
	Cash On Hand	200	200
	Commonwealth - 10133181	463,064	116,048
	Commonwealth - 50135857	307,246	599,210
	Commonwealth - 50135865	259,089	600,627
	Commonwealth - 50136227	1,465,006	1,424,160
	Commonwealth - 50136278	1,134,940	606,791
	Commonwealth - 50142184	-	592,108
	Commonwealth - 10144403	1,440,278	421,407
	Commonwealth - 10591081	52,641	172,108
	Commonwealth - 10591102	49,872	300,001
	Commonwealth - 50134010	16,364	15,892
		<u>5,188,700</u>	<u>4,848,552</u>
6	Receivables		
	Accounts Receivables	38,500	31,500
	Accrued Interest Receivable	4,700	8,244
	GST Control Account	-	36,027
	Prepaid Expenses	6,000	15,251
		<u>49,200</u>	<u>91,022</u>

RANGELANDS NRM CO-ORDINATING GROUP INC.
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2015

<u>NOTE</u>		2015	2014
		\$	\$
7	Trade & Other Payables		
	Current		
	Amounts Payable - Trade	843,058	456,176
	Accrued Expenses	55,209	36,680
	Payroll Liabilities	29,199	33,106
	Provision For Annual Leave	59,034	44,962
	Provision For Long Service Leave	-	10,167
	Credit Card Liabilites	-	3,839
	GST Control Account	69,756	-
		<u>1,056,256</u>	<u>584,930</u>
	Non-Current		
	Provision For Long Service Leave	<u>49,180</u>	<u>28,971</u>
8	Unearned Revenue		
	Government Grants Received	9,242,697	
	Less: Grants acquitted during the 2015 financial year reflected as revenue in the Income Statement	<u>7,409,751</u>	
	Unearned Government Grants Received at Balance Date	<u>1,832,946</u>	
	The specific project grants received for which conditions as set out in the respective project grant documentation were undischarged at balance date are listed below:		
	<u>Grant/Project Title</u>	<u>Amount of Grant</u>	
	National Landcare Programme	288,614	
	Cane Toad Impact	186,957	
	Gascoyne Monitoring	46,815	
	Innovation - Ecofire	149,084	
	Innovation - Self Shepherd	129,708	
	Pilbara Biodiversity	773,010	
	Rubber Vine	171,058	
	State NRM Community	<u>87,700</u>	
		<u>1,832,946</u>	
9	Equity		
	Opening Accumulated Surplus/ (Deficit)	2,282,220	3,373,083
	Surplus/ (Deficit) for the period	<u>44,528</u>	<u>(1,090,863)</u>
	Closing Accumulated Surplus/ (Deficit)	<u>2,326,748</u>	<u>2,282,220</u>