

Australian Trust for Conservation Volunteers Ltd

Financial Statements

For the Year Ended 26 June 2015

Australian Trust for Conservation Volunteers Ltd

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For the Year Ended 26 June 2015

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Australian Trust for Conservation Volunteers Ltd

Statement of Comprehensive Income

For the Year Ended 26 June 2015

	2015	2014
	\$	\$
Income		
Donations	363,511	163,051
Grants and contract income - Commonwealth Government	1,572,677	1,916,605
Grants and contract income - State Government	1,218,034	1,063,838
Grants and contract income - Local Government	226,870	255,233
Green army administration	2,866,178	-
Green army project support	2,786,440	-
Green army team allowance	7,362,533	-
Green army trainee allowance	7,659,777	-
Interest income	8,146	9,895
Management fee	412,138	148,567
Members' fees	45,071	38,573
Profit on disposal of fixed assets	-	6,050
Project sponsorship	3,183,334	3,406,352
Rent received	5,161	20,438
Sundry receipts	4,948	39,610
Task receipts	3,073,617	3,315,247
Training income	19,218	68,832
	30,807,653	10,452,291
Expenses		
Accounting fees	33,928	23,980
Advertising	29,538	24,343
Audit fees	34,195	45,680
Bank fees	28,709	21,677
Consultant's fees	161,021	100,894
Depreciation expense	212,632	77,840
Doubtful debt expense	-	(15,694)
Electricity, gas and heating	91,395	109,807
Forgiveness of loan to CVNZ	663,007	-
Insurance	146,446	176,332
Interest expense	8,527	18,438
Legal fees	2,037	8,674
Membership expenses	2,127	941
Minor equipment	759,178	252,596
Motor vehicle expenses	2,399,894	1,556,106
Office and administration expenses	72,303	47,679
Other operating expenses	199,782	234,214
Postage	41,940	24,251
Printing and stationery	131,356	48,679

The accompanying notes form part of these financial statements.

Australian Trust for Conservation Volunteers Ltd

Statement of Comprehensive Income

For the Year Ended 26 June 2015

	2015	2014
	\$	\$
Rent	632,605	701,710
Repairs and maintenance	121,722	16,189
Seminars, conferences and staff training	532,893	49,375
Sundry expenses	18,493	23,317
Superannuation contributions	911,589	516,499
Task expenses	2,517,059	1,171,143
Telephone and fax	460,679	219,198
Travel	480,282	223,393
Uniforms	434,255	7,461
Wages	18,657,129	5,541,710
Workers compensation	518,283	193,563
	30,303,004	11,419,995
Profit/(loss) before income tax	504,649	(967,704)
Income tax expense	-	-
Profit/(loss) for the year	504,649	(967,704)
Other comprehensive income		
Other comprehensive income, net of income tax	-	-
Total comprehensive income for the year	504,649	(967,704)

The accompanying notes form part of these financial statements.

Australian Trust for Conservation Volunteers Ltd

Statement of Financial Position

26 June 2015

	Note	2015 \$	2014 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	2,270,059	509,276
Trade and other receivables	3	1,268,861	2,359,501
Inventories	4	7,581	10,325
Investments	5	1,467,696	2
Other assets	6	883,596	602,696
TOTAL CURRENT ASSETS		5,897,793	3,481,800
NON-CURRENT ASSETS			
Property, plant and equipment	7	3,875,624	2,869,898
TOTAL NON-CURRENT ASSETS		3,875,624	2,869,898
TOTAL ASSETS		9,773,417	6,351,698
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	2,403,260	2,388,840
Income in advance	9	2,482,029	2,828,129
Employee benefits	10	713,775	419,292
Borrowings	11	-	425,000
TOTAL CURRENT LIABILITIES		5,599,064	6,061,261
NON-CURRENT LIABILITIES			
Employee benefits	10	668,718	594,206
TOTAL NON-CURRENT LIABILITIES		668,718	594,206
TOTAL LIABILITIES		6,267,782	6,655,467
NET ASSETS		3,505,635	(303,769)
EQUITY			
Reserves	12	20,000	20,000
Retained earnings		3,485,635	(323,769)
TOTAL EQUITY		3,505,635	(303,769)

The accompanying notes form part of these financial statements.

Australian Trust for Conservation Volunteers Ltd

Statement of Changes in Equity
For the Year Ended 26 June 2015

2015

	Retained Earnings	Insurance Excess Reserve	Total
	\$	\$	\$
Balance at 28 June 2014	(323,769)	20,000	(303,769)
Profit attributable to members of the entity	504,649	-	504,649
Transfer of net assets from Little Desert Flora & Fauna Foundation Inc.	3,304,755	-	3,304,755
Balance at 26 June 2015	3,485,635	20,000	3,505,635

2014

	Retained Earnings	Insurance Excess Reserve	Total
	\$	\$	\$
Balance at 29 June 2013	961,714	20,000	981,714
Loss attributable to members of the entity	(967,704)	-	(967,704)
Transfer of net liabilities from Australia Nature Tours Pty Ltd	(317,779)	-	(317,779)
Balance at 27 June 2014	(323,769)	20,000	(303,769)

The accompanying notes form part of these financial statements.

Australian Trust for Conservation Volunteers Ltd

Statement of Cash Flows
For the Year Ended 26 June 2015

	2015	2014
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from government and community	30,901,856	10,470,827
Payments to suppliers and employees	(27,860,255)	(11,197,733)
Interest received	8,146	9,895
Net cash used in operating activities	<u>3,049,747</u>	<u>(717,011)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of fixed assets	-	8,260
Proceeds from sale of investment property	-	370,000
Purchase of property, plant and equipment	(916,889)	(539,349)
Transfer from Little Desert Flora & Fauna Foundation Inc.	117,925	-
Net cash used in investing activities	<u>(798,964)</u>	<u>(161,089)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of loans	(425,000)	-
Net repayment of loans to related parties	(65,000)	-
Net cash provided by financing activities	<u>(490,000)</u>	<u>-</u>
Net increase / (decrease) in cash and cash equivalents held	1,760,783	(878,100)
Cash and cash equivalents at beginning of year	509,276	1,387,376
Cash and cash equivalents at end of financial year	2 <u>2,270,059</u>	<u>509,276</u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 26 June 2015

1 Summary of Significant Accounting Policies

The directors have prepared the financial statements on the basis that the not-for-profit Company is a non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore a special purpose financial statements that have been prepared for the information of the members.

The financial statements have been prepared in accordance with the significant accounting policies disclosed below which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes.

(a) 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.

(b) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and are net of any rebates and discounts received.

(c) Investments

Property held for sale is carried at fair value determined by directors based on independent market value assessment. Changes to fair value are recorded in the consolidated statement of comprehensive income as income or expense.

Shares in related entities are recorded at cost.

(d) Property, Plant and Equipment

Classes of property, plant and equipment are measured using the cost or revaluation model as specified below.

Where the cost model is used, the asset is carried at its 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.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

Land and buildings are measured using the revaluation model and the cost model.

Plant and equipment are measured using the cost model.

Notes to the Financial Statements

For the Year Ended 26 June 2015

1 Summary of Significant Accounting Policies continued

(d) Property, Plant and Equipment continued

Depreciation

The depreciable amount of all property, plant and equipment, except for freehold land is depreciated on a straight-line method from the date that management determine that the asset is available for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Buildings	2.5% to 20%
Plant and Equipment	6.67% to 100%
Motor vehicles	15.6% to 36%

(e) Employee benefits

All employees are entitled to 13 weeks of long service leave after 10 years of service. Provision for long service leave is made on a pro rata basis for all employees who have completed 7 or more years service. The entitlement becomes payable on a pro rata basis upon completion of 7 years service. The provision for annual leave and the portion of the provision for long service leave that is expected to be used in the next financial year are included in the Statement of Financial Position under current liabilities.

Contributions are made by the Company to superannuation funds on behalf of employees and are charged as expenses when incurred.

(f) 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.

Grant revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Members' fees are included as income in the year of receipt.

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

(g) Leases

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses in the period in which they are incurred.

Notes to the Financial Statements

For the Year Ended 26 June 2015

1 Summary of Significant Accounting Policies continued

(h) Income Tax

No provision for income tax has been raised as the Company is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

(i) 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 payable 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 statement of financial position.

(j) Transfer of Ownership of Little Desert Flora & Fauna Foundation Inc. assets

On 26 June 2015 the net assets owned by the Company's subsidiary, Little Desert Flora & Fauna Foundation Inc., were transferred to the Company. The value of the transferred assets amounted to \$3,304,755.

(k) Comparative Amounts

Comparatives figures have been adjusted to conform to changes in presentation for the current financial year when required by accounting standards or as a result of change in accounting policy.

Australian Trust for Conservation Volunteers Ltd

Notes to the Financial Statements

For the Year Ended 26 June 2015

2 Cash and cash equivalents

	2015	2014
	\$	\$
Cash at bank and on hand	559,156	220,465
Short-term bank deposits	1,710,903	288,811
	<u>2,270,059</u>	<u>509,276</u>

3 Trade and other receivables

Trade receivables	1,123,504	1,770,872
Related party receivables - CVNZ	125,000	588,629
Imputation credits refundable	20,357	-
	<u>1,268,861</u>	<u>2,359,501</u>

4 Inventories

Uniforms - at cost	7,581	10,325
	<u>7,581</u>	<u>10,325</u>

5 Investments

Shares in listed corporationd	1,278,005	-
Shares in related entities - Australian Nature Tours	189,691	2
	<u>1,467,696</u>	<u>2</u>

6 Other assets

Prepayments - Green Army	207,076	310,618
Prepayments - other	510,839	106,020
Accrued income	93,586	119,509
Rental bonds held	72,095	66,549
	<u>883,596</u>	<u>602,696</u>

Prepayments - Green Army relate to wages, on-costs, travel expenses and consulting fees incurred in preparations for Green Army projects which commenced in the 2015 financial year.

Notes to the Financial Statements

For the Year Ended 26 June 2015

7 Property, plant and equipment

	2015	2014
	\$	\$
Land and buildings		
Land at valuation (2007)	665,000	665,000
Land and buildings at cost	2,990,749	1,910,497
Accumulated depreciation	(40,426)	(13,834)
Total land and buildings	<u>3,615,323</u>	<u>2,561,663</u>
Plant and equipment		
Plant and Equipment	996,928	1,220,634
Accumulated depreciation	(818,120)	(1,021,001)
Total plant and equipment	<u>178,808</u>	<u>199,633</u>
Motor vehicles		
At cost	288,165	302,974
Accumulated depreciation	(206,672)	(194,372)
Total motor vehicles	<u>81,493</u>	<u>108,602</u>
Total property, plant and equipment	<u><u>3,875,624</u></u>	<u><u>2,869,898</u></u>

(a) Movements in carrying amounts of property, plant and equipment

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land and Buildings	Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$
Balance at the beginning of year	2,561,663	199,633	108,602	2,869,898
Additions	780,252	132,437	4,200	916,889
Transfer from related entities	300,000	1,469	-	301,469
Depreciation expense	(26,592)	(154,731)	(31,309)	(212,632)
Balance at the end of the year	<u><u>3,615,323</u></u>	<u><u>178,808</u></u>	<u><u>81,493</u></u>	<u><u>3,875,624</u></u>

Notes to the Financial Statements

For the Year Ended 26 June 2015

8 Trade and other payables

	2015	2014
	\$	\$
Trade payables	827,924	612,232
Accrued expenses	1,127,677	206,238
GST payable	446,710	107,808
Other payables	949	256
Loan from related entities - Little Desert Foundation	-	1,462,306
	<u>2,403,260</u>	<u>2,388,840</u>

9 Income in advance

Income in advance	<u>2,482,029</u>	2,828,129
	<u>2,482,029</u>	<u>2,828,129</u>

10 Employee benefits

CURRENT		
Annual leave	606,484	377,433
Long service leave	107,291	41,859
	<u>713,775</u>	<u>419,292</u>
NON CURRENT		
Long service leave	668,718	594,206
	<u>668,718</u>	<u>594,206</u>

11 Borrowings

Loan - Bendigo Bank	-	425,000
	<u>-</u>	<u>425,000</u>

12 Reserves

Insurance excess reserve

The Insurance Excess Reserve has been created to provide for the excess payable in the event of a claim on the Company's public liability insurance policy.

13 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 50 each towards meeting any outstandings and obligations of the Company. At 26 June 2015 the number of members was 18.

Australian Trust for Conservation Volunteers Ltd

Notes to the Financial Statements

For the Year Ended 26 June 2015

14 Contingencies

The company's bankers have provided a bank guarantee of \$11,000 in favour of GAJ Nominees Pty Ltd in relation to the lease of the office situated at Shop 7A, 69 Mitchell Street, DARWIN, NT.

15 Company Details

The registered office of the company is:

Australian Trust for Conservation Volunteers Ltd
20 Lydiard Street South
Ballarat Vic 3350

The principal place of business is:

Greenhill Enterprise Centre
University Drive
Mount Helen Vic 3350

Australian Trust for Conservation Volunteers Ltd

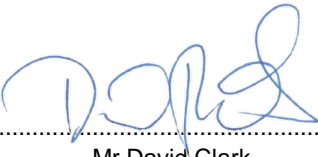
Directors' Declaration

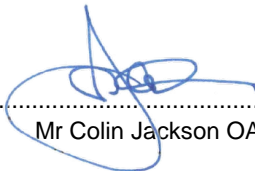
The directors have determined that the Company is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 1 of the financial statements.

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 3 to 12, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards as stated in Note 1; and
 - (b) give a true and fair view of the financial position as at 26 June 2015 and of the performance for the year ended on that date of is in accordance with the accounting policy described in Note 1 of the financial statements.
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director

Mr David Clark

Director

Mr Colin Jackson OAM

Dated 26 November 2015

Australian Trust for Conservation Volunteers Ltd

Independent Audit Report to the members of Australian Trust for Conservation Volunteers Ltd

We have audited the accompanying financial report, being a special purpose financial report of Australian Trust for Conservation Volunteers Ltd, which comprises the statement of financial position as at 26 June 2015, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and 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 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 about 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 Company'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 Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, 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 *Corporations Act 2001*.

Australian Trust for Conservation Volunteers Ltd

Independent Audit Report to the members of Australian Trust for Conservation Volunteers Ltd

Opinion

In our opinion the financial report of Australian Trust for Conservation Volunteers Ltd is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 26 June 2015 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

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 for the information of the members. As a result, the financial report may not be suitable for another purpose.

PPT Audit Pty Ltd
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PPT Audit Pty Ltd



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Jason D. Hargreaves
Director

20 Lydiard Street South, Ballarat Vic 3350

26 November 2015