

**THE GAWLER FOUNDATION INC**

**FINANCIAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2015**

**THE GAWLER FOUNDATION INC**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2015**

	Note	2015 \$	2014 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	815,297	899,478
Accounts receivable and other debtors	4	-	2,382
Inventories	5	35,988	28,385
Other current assets	6	6,498	12,611
<b>TOTAL CURRENT ASSETS</b>		<u>857,783</u>	<u>942,856</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	7	1,362,165	1,335,828
<b>TOTAL NON-CURRENT ASSETS</b>		<u>1,362,165</u>	<u>1,335,828</u>
<b>TOTAL ASSETS</b>		<u>2,219,948</u>	<u>2,278,684</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	178,167	170,265
Provisions	9	83,317	72,525
<b>TOTAL CURRENT LIABILITIES</b>		<u>261,484</u>	<u>242,790</u>
<b>NON-CURRENT LIABILITIES</b>			
Provisions	9	19,989	21,353
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>19,989</u>	<u>21,353</u>
<b>TOTAL LIABILITIES</b>		<u>281,473</u>	<u>264,143</u>
<b>NET ASSETS</b>		<u>1,938,475</u>	<u>2,014,541</u>
<b>EQUITY</b>			
Retained surplus		1,938,475	2,014,541
<b>TOTAL EQUITY</b>		<u>1,938,475</u>	<u>2,014,541</u>

The accompanying notes form part of this financial report.

**THE GAWLER FOUNDATION INC**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

	Note	2015 \$	2014 \$
Revenue	2	1,852,691	2,214,648
Resource centre cost of sales		(69,357)	(69,344)
Food and catering expense		(67,287)	(61,246)
Occupancy expenses		(127,797)	(166,323)
Advertising and marketing expenses		(132,224)	(150,285)
Depreciation expense		(86,390)	(81,345)
Consultancy expenses		(169,496)	(167,420)
Employee benefits expense		(1,104,099)	(1,060,319)
Other expenses		(172,107)	(211,817)
<b>Surplus/ (deficit) before income tax</b>		<u>(76,066)</u>	<u>246,549</u>
Income tax expense		-	-
<b>Total comprehensive income</b>		<u><u>(76,066)</u></u>	<u><u>246,549</u></u>

The accompanying notes form part of this financial report.

**THE GAWLER FOUNDATION INC**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

	<b>Retained Surplus \$</b>	<b>Total \$</b>
Balance at 1 January 2014	1,767,992	1,767,992
Surplus/ (deficit) for the year	246,549	246,549
<b>Balance at 31 December 2014</b>	<u>2,014,541</u>	<u>2,014,541</u>
Balance at 1 January 2014	2,014,541	2,014,541
Surplus/ (deficit) for the year	(76,066)	(76,066)
<b>Balance at 31 December 2015</b>	<u>1,938,475</u>	<u>1,938,475</u>

The accompanying notes form part of this financial report.

**THE GAWLER FOUNDATION INC**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

	Note	2015 \$	2014 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from operations		2,023,497	2,215,137
Payments to suppliers and employees		(2,006,660)	(1,880,528)
Interest received		15,530	13,249
Net cash provided by/ (used in) operating activities	10	<u>32,367</u>	<u>347,858</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payment for property, plant and equipment		<u>(116,548)</u>	<u>(54,264)</u>
Net cash used in investing activities		<u>(116,548)</u>	<u>(54,264)</u>
Net increase/ (decrease) in cash held		(84,181)	293,594
Cash and cash equivalents at beginning of financial year		899,478	605,884
Cash and cash equivalents at end of financial year	10	<u>815,297</u>	<u>899,478</u>

The accompanying notes form part of this financial report.

**THE GAWLER FOUNDATION INC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**Note 1: Summary of Significant Accounting Policies**

These financial statements cover The Gawler Foundation Inc as an individual entity. The Gawler Foundation Inc is an incorporated association.

**Basis of Preparation**

The committee has determined that the entity is not a reporting entity. This financial report is a special purpose financial report prepared for the purpose of fulfilling the committee's financial reporting requirements of the Associations Incorporation Reform Act 2012.

The financial statements, except for cash flow information, have been prepared on an accrual 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. The amounts presented in the financial statements have been rounded to the nearest dollar.

**(a) Income Tax**

The entity is exempt for income tax purposes.

**(b) Inventories**

Inventories held for sale are measured at the lower of cost and net realisable value.

**(c) Property, Plant and Equipment**

**Property, plant and equipment**

Property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of property, plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present. The recoverable amount is assessed as the depreciated replacement cost of an asset.

**Depreciation**

The depreciable amount of all fixed assets are depreciated on a straight-line basis over their useful lives from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Buildings	2.5%-10%
Plant & equipment	10%-50%

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the profit or loss in the period in which they occur.

**THE GAWLER FOUNDATION INC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**(d) Leases**

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the lease term.

**(e) Financial Instruments**

**Initial recognition and measurement**

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the entity commits itself to either purchase or sell the asset (ie trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified “at fair value through profit or loss”, in which case transaction costs are expensed to profit or loss immediately.

**Classification and subsequent measurement**

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost.

*Amortised cost* is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the *effective interest* method.

The *effective interest* method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) over the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of income or expense in profit or loss.

**(i) Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

**(ii) Financial liabilities**

Non-derivative financial liabilities are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

**Impairment**

At the end of each reporting period, the entity assesses whether there is objective evidence that a financial asset has been impaired. A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a “loss event”) that has occurred, which has an impact on the estimated future cash flows of the financial asset(s). Impairment losses are recognised in the statement of comprehensive income.

**THE GAWLER FOUNDATION INC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**Derecognition**

Financial assets are derecognised where the contractual right to receipt of cash flows expires or the asset is transferred to another party, whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are discharged, cancelled or expire. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

**(f) Impairment of Assets**

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

**(g) Employee Provisions**

Provision is made for the entity's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year of the end of the reporting period have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and related on-costs and the probability that the employee may not satisfy any vesting requirements. The estimated cash outflows are discounted using market yields on national government bonds with maturity terms that match the expected timing of cash outflows.

Obligations for long term employee benefits are classified as non-current except where there is no unconditional right to defer payment, in which case they are presented as current.

**(h) 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, and bank overdrafts.

**(i) Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from customers for events, services, and goods sold in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable are initially measured at fair value and subsequently measured at amortised cost, less any provision for impairment.

**THE GAWLER FOUNDATION INC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**(j) Revenue and other income**

Revenue from the sale of goods and rendering of a service is recognised upon the delivery of the goods or service to the customer.

Donations, fundraising revenue and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

**(k) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office.

Receivables and payables in the statement of financial position are shown inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or 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 ATO, are presented as operating cash flows included in receipts from customers or payments to suppliers.

**(l) Accounts Payable and Other Payables**

Accounts payable and other payables represent the liabilities outstanding at the end of the reporting period for goods and services received by the entity during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

**(m) Critical Accounting Estimates and Judgments**

The entity evaluates estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the entity.

**THE GAWLER FOUNDATION INC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>Note 2: Revenue</b>		
Fundraising	133,204	133,146
Member subscriptions	32,718	39,277
Participant programs	1,257,894	1,209,576
Resource centre	124,474	119,197
Interest received	15,530	15,631
Donations	269,413	675,578
Grants	-	69
Other	19,458	22,174
Total revenue	<u>1,852,691</u>	<u>2,214,648</u>
 <b>Note 3: Cash and Cash Equivalents</b>		
Cash at bank and on hand	158,034	517,996
Term deposits	657,263	381,482
	<u>815,297</u>	<u>899,478</u>
 <b>Note 4:Accounts Receivable and Other Debtors</b>		
CURRENT		
Interest receivable	-	2,382
	<u>-</u>	<u>2,382</u>
 <b>Note 5: Inventories</b>		
Resource centre stock	35,988	28,385
	<u>35,988</u>	<u>28,385</u>
 <b>Note 6: Other Assets</b>		
Prepayments	6,498	12,611
	<u>6,498</u>	<u>12,611</u>

**THE GAWLER FOUNDATION INC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>Note 7: Property, Plant and Equipment</b>		
Land	335,339	335,339
Buildings at cost	1,765,682	1,742,214
Less accumulated depreciation	(884,171)	(829,950)
	881,511	912,264
Plant and equipment at cost	838,425	745,345
Less accumulated depreciation	(693,110)	(657,120)
	145,315	88,225
Total property, plant and equipment	1,362,165	1,335,828

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

	<b>Land</b>	<b>Buildings</b>	<b>Plant &amp; Equip</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Balance at the beginning of the year	335,339	912,264	88,225	1,335,828
Additions	-	23,468	93,080	116,548
Disposals	-	-	(3,821)	(3,821)
Depreciation expense	-	(54,221)	(32,169)	(86,390)
	335,339	881,511	145,315	1,362,165

**Note 8: Trade and Other Payables**

**CURRENT**

Trade payables	19,539	39,811
Accrued expenses	8,626	24,842
Income received in advance	103,790	53,154
GST payable	23,314	21,278
PAYG withholding	6,968	23,254
Other payables	15,930	7,926
	178,167	170,265

**THE GAWLER FOUNDATION INC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>Note 9: Provisions</b>		
CURRENT		
Annual leave	47,504	41,146
Long service leave	35,813	31,379
	83,317	72,525
NON-CURRENT		
Long service leave	19,989	21,353
<b>Note 10: Cash Flow Information</b>		
<b>Cash in the statement of cash flows is reconciled to the statement of financial position</b>		
Cash and cash equivalents	815,297	899,478
<b>Reconciliation of cash flows from operating activities</b>		
Surplus/ (deficit) after income tax	(76,066)	246,549
Depreciation	86,390	81,345
Write-down of assets	3,821	-
Decrease/ (increase) in trade and other receivables	2,382	2,494
Decrease/ (increase) in inventories	(7,603)	5,714
Decrease/ (increase) in prepayments	6,113	5,171
Increase/ (decrease) in trade and other payables	7,902	24,704
Increase/ (decrease) in provisions	9,428	(18,119)
Net cash provided by/ (used in) operating activities	32,367	347,858

**THE GAWLER FOUNDATION INC  
BOARD OF DIRECTORS' DECLARATION  
FOR THE YEAR ENDED 31 DECEMBER 2015**

The Board of Directors of The Gawler Foundation Inc, declare that the financial statements:

1. Presents a true and fair view of the financial position of The Gawler Foundation Inc as at 31 December 2015 and its performance for the year ended on that date in accordance with the accounting policies in Note 1 to the financial statements.
2. At the date of this declaration, there are reasonable grounds to believe that The Gawler Foundation Inc will be able to pay its debts as and when they fall due.

This declaration is made in accordance with a resolution of the board of directors and is signed for and on behalf of the board of directors by:

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Name:

Position:

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Name:

Position:

Date: