

Year ended 30 June 2020

# Financial Statements including Audit Report

**GALLOPING GUMNUT MOBILE CHILDREN'S SERVICES  
VAN INC  
ABN: 99 972 714 965**

**Galloping Gumnut Mobile Children's Services Van Inc**  
**ABN 99 972 714 965**

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**Galloping Gumnut Mobile Children's Services Van Inc**  
**ABN 99 972 714 965**

**Committee's Report**  
**For the Year Ended 30 June 2020**

Your committee members submit the financial accounts of the Galloping Gumnut Mobile Children's Services Van Inc for the financial year ended 30 June 2020.

**Committee Members**

The names of the committee members as at the date of this report are; Aaron Faulds, Sonia Nunan, Kathleen Martin, Melissa Taylor, Jennifer Precians and Nicole Meldrum.

**Principal Activities**

The principal activities of the association during the financial year were: Provision of educational services to children in rural and remote areas.

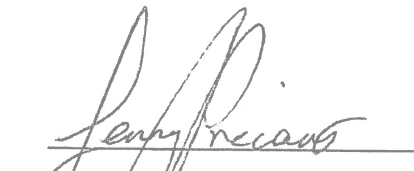
**Significant Changes**

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

**Operating Result**

The profit from ordinary activities after providing for income tax amounted to; 2020: \$51,336 2019: \$13,119.

Signed in accordance with a resolution of the members of the Committee on:

  
Committee member:  
Date: 11/11/20

  
Committee member:  
Date: 11.11.2020

**Galloping Gumnut Mobile Children's Services Van Inc**  
**ABN 99 972 714 965**

**Statement of Profit or Loss and Other Comprehensive Income**  
**For the Year Ended 30 June 2020**

	NOTE	2020 \$	2019 \$
Revenue	2	1,006,650	815,875
<b>Gross Profit</b>		<u>1,006,650</u>	<u>815,875</u>
Operating & Administration Expenses		<u>(936,597)</u>	<u>(813,665)</u>
<b>Profit before income tax</b>		70,053	2,210
Income Tax (Credit) Expense			
<b>Profit for the year</b>		<u><u>70,053</u></u>	<u><u>2,210</u></u>
<b>Other comprehensive income:</b>			
Items that will not be reclassified to profit or loss:			
Items that will be reclassified subsequently to profit or loss when specific conditions are met:		(18,717)	10,909
Total other comprehensive income for the year, net of tax		-	-
		<u>(18,717)</u>	<u>10,909</u>
<b>Total comprehensive income for the year</b>		<u><u>51,336</u></u>	<u><u>13,119</u></u>

The above Income Statement should be read in conjunction with the accompanying notes.

**Galloping Gumnut Mobile Children's Services Van Inc**  
**ABN 99 972 714 965**

**Statement of Financial Position**  
**For the Year Ended 30 June 2020**

<b>Assets</b>	<b>NOTE</b>	<b>2020</b>	<b>2019</b>
<b>Current Assets</b>		<b>\$</b>	<b>\$</b>
Cash Assets	3	329,408	303,478
Receivables		21,857	11,501
Other		1,200	2,628
<b>Total Current Assets</b>		<u>352,465</u>	<u>317,607</u>
<b>Non-Current Assets</b>			
Property, Plant & Equipment	4	81,179	87,975
<b>Total Non-Current Assets</b>		<u>81,179</u>	<u>87,975</u>
<b>Total Assets</b>		<u>433,644</u>	<u>405,582</u>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Payables		(8,209)	26,216
Provisions	5	186,071	191,865
Lease Liability		28,619	-
Other		-	13,160
<b>Total Current Liabilities</b>		<u>206,481</u>	<u>231,242</u>
<b>Non-Current Liabilities</b>			
Provisions	5	23,152	21,665
<b>Total Non-Current Liabilities</b>		<u>23,152</u>	<u>21,665</u>
<b>Total Liabilities</b>		<u>229,633</u>	<u>252,907</u>
<b>Net Assets</b>		<u>204,011</u>	<u>152,676</u>
<b>Equity</b>			
Retained Profits		204,011	152,676
<b>Total Members' Funds</b>		<u>204,011</u>	<u>152,676</u>

**Galloping Gumnut Mobile Children's Services Van Inc**  
**ABN 99 972 714 965**

**Statement of Changes in Equity**  
**For the Year Ended 30 June 2020**

	<b>Retained Surplus</b>	<b>Total</b>
	<b>\$</b>	
Balance at 1 July 2018	<u>139,557</u>	<u>139,557</u>
Surplus (Deficit) for the Year		-
Other Comprehensive Income for the Year	13,119	13,119
Balance at 30 June 2019	<u>152,676</u>	<u>152,676</u>
Balance at 1 July 2019	<u>152,676</u>	<u>152,676</u>
Surplus (Deficit) for the Year	51,335	51,335
Other Comprehensive Income for the Year		-
Balance at 30 June 2020	<u>204,011</u>	<u>204,011</u>

The accompanying notes form part of these financial statements.

**Galloping Gumnut Mobile Children's Services Van Inc**  
**ABN 99 972 714 965**

**Statement of Cash Flows**  
**For the Year Ended 30 June 2020**

	2020 \$	2019 \$
<b>Cash flow from operating activities:</b>		
Receipts from Customers (inclusive of GST)	1,036,974	882,633
Payments to Suppliers and Employees	(987,954)	(926,308)
Interest Paid	(3,902)	-
Interest Received	2,933	4,992
Net Cash provided by (used in) Operating Activities (note 2)	<u><b>48,051</b></u>	<u><b>(38,683)</b></u>
<b>Cash flow from investing activities:</b>		
Payments for purchase of Property, Plant & Equipment	-	(70,075)
Proceeds from disposal of Property, Plant & Equipment	-	10,909
Net Cash provided by (used in) Investing Activities		(59,166)
Repayment of lease liability	(22,121)	-
Net Increase (decrease) in Cash held	25,930	(97,849)
Cash at the beginning of the year	<u>303,478</u>	<u>401,327</u>
Cash at the end of the year (note 1)	<u><u><b>329,408</b></u></u>	<u><u><b>303,478</b></u></u>

**Galloping Gumnut Mobile Children's Services Van Inc**  
**ABN 99 972 714 965**

**Notes to the Financial Statements**  
**For the Year Ended 30 June 2020**

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

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Associations Incorporations Act 2009 and the requirements of the Associations Incorporations Act 2009 and Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act).

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Costs is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the economic entity in the preparations of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

**Comparative Figures**

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current financial year.

**Income Tax**

The entity is a not-for-profit organisation and registered as a charity. It is exempt from taxation as specified under Section 50-5 of the Income Tax Assessment Act 1997.

**Revenue**

Revenue from rendering of a service is recognised upon the delivery of the service to the customers.

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

Grant revenue is recognised when the right obligations in relation to the grant monies are discharges in accordance with AASB 120. Grant in relation to capital assets are brought to account over the useful life of the assets for which the grant has been given.

**Cash**

Cash is listed on the balance sheet includes cash on hand and at call deposits with banks or financial institutions, investment in money market instruments maturing within less than twelve months, net of bank overdrafts.

**Property, Plant and Equipment**

Each class of property, plant and equipment is carried at cost of fair value less, where applicable, any accumulated depreciation.



**Galloping Gumnut Mobile Children's Services Van Inc**  
**ABN 99 972 714 965**

**Notes to the Financial Statements**  
**For the Year Ended 30 June 2020**

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

**a) Plant and equipment**

The carrying amount of plant and equipment is reviewed annually to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining the recoverable amounts.

**b) Depreciation**

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to Galloping Gumnut Mobile Children's Services Van Inc commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Class of Asset	Depreciation Rate %
Leasehold improvements	10-12%
Motor Vehicles	20%

**Leases**

Leased assets are depreciated on a straight line basis over their estimated useful lives where it is likely that ownership of the asset will be obtained or over the term of the lease.

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

**Employee Entitlements**

Provision is made for the liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year together with entitlements arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at their nominal amount including on costs. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash out flows to be made for those entitlements.

Contributions are made by Galloping Gumnut Mobile Children's Services Van Inc to an employee superannuation fund and are charged as expenses when incurred.

**Goods and Services Tax (GST)**

Revenue, expenses and assets are recognised net of amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Cashflow statement is inclusive of GST in accordance with the applicable accounting standard.

**Notes to the Financial Statements**  
**For the Year Ended 30 June 2020**

**Adoption of new and revised accounting standards**

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for this current and future reporting periods. The following Accounting Standards are current for this year:

*Impact of adoption of AASB 15 Revenue from contract with customers and AASB 1058 Income of Not-For-Profit Entities*

AASB 15 and AASB 1058 replaces AASB 118 Revenue, AASB 111 Construction Contract and several revenue related Interpretations. The new Standard is now effective for this reporting period. The Standard includes a new comprehensive framework for revenue recognition and measurement using a five step model. The steps are as follows; Identify the contract with the customer, Identify the performance obligations in the contract, Determine the transaction price, Allocate the transaction price to each performance obligation and Recognise revenue when (or as) performance obligations are satisfied. This is consistent with the historical treatment for revenue according to the current accounting standard applicable, AASB 118. As such we do not consider any material change to the financial results and the way they are presented.

AASB1058 will apply to all grant income. This is consistent with the historical treatment for grant income and as such does not materially change the financial results and the way they are presented.

**Adoption of new and revised accounting standards**

*Impact of adoption of AASB 16 Leases*

AASB 16 introduces a comprehensive model for the identification of lease arrangements and accounting treatments for both lessors and lessees. AASB 16 is now effective and supersedes the former lease guide including AASB 117 Leases and the related interpretations. The new standard results in the recognition of almost all the leases on the balance sheet, by recognising a lease liability reflecting the future lease payments and a 'right of use asset and lease liability

The treatment of the rental properties does not represent a material change to the Income Statement, however we now report a material change to the way rental properties have historically been reported in the Statement of Financial Position. They now get reported as Right-of-Use assets (ROs) and Lease Liabilities and this is a significant change to the previous presentation in the financial statements.

**Galloping Gumnut Mobile Children's Services Van Inc**  
**ABN 99 972 714 965**

**Notes to the Financial Statements**  
**For the Year Ended 30 June 2020**

	2020 \$	2019 \$
<b>Note 2 Revenue and Other Income</b>		
<b>Revenue:</b>		
Interest Revenue	2,933	4,992
Recurrent Grants	521,403	523,448
Non-Recurrent Grants	129,047	192,854
COVID Subsidies	164,752	-
Attendance Fees & Levies	164,453	91,095
Other Revenue	385	609
Paid Parental Leave Funding	23,678	2,877
	<u>1,006,650</u>	<u>815,875</u>
<b>Note 3 Cash Assets</b>		
Bank Accounts:		
Cash	329,408	303,478
	<u>329,408</u>	<u>303,478</u>
<b>Note 4 Property, Plant and Equipment</b>		
Right of Use Assets:		
- At cost	50,740	-
- Less: Accumulated Depreciation	(23,048)	-
	<u>27,692</u>	<u>-</u>
Leasehold Improvements:		
- At cost	48,899	67,616
- Less: Accumulated Depreciation	(47,433)	(45,677)
	<u>1,466</u>	<u>21,939</u>
Motor vehicles:		
- At cost	134,670	134,670
- Less: Accumulated Depreciation	(82,650)	(68,635)
	<u>52,021</u>	<u>66,036</u>
	<u>81,179</u>	<u>87,975</u>
<b>Note 5 Provisions</b>		
<b>Current</b>		
Employee Entitlements*	107,851	86,346
Sundry Provisions	78,219	105,519
	<u>186,071</u>	<u>191,865</u>
<b>Non Current</b>		
Employee Entitlements*	23,152	21,665
	<u>209,223</u>	<u>213,530</u>
* Aggregate Employee Entitlements Liability	131,003	108,011
There were 15 employees at the end of the year		

Notes to the Financial Statements  
For the Year Ended 30 June 2020

**Note 6 Auditors Remuneration**

Remuneration of the Auditor of the Company for:  
Auditing or reviewing the Financial Report  
Other Services

7,600	6,002
-	-
<u>7,600</u>	<u>6,002</u>

**Note 7 Contingent Liability**

In the opinion of the committee members, the Organisation did not have any contingencies at 30 June 2020 (2019: none).

**Note 8 Related Parties**

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

**Note 9 Events after the end of the Reporting Period**

The financial report was authorised for issue on the 20th October 2020 by the Responsible Persons.

The Coronavirus (COVID-19) pandemic continues to impact both communities and businesses throughout the world including Australia and the local community where Galloping Gumnut Mobile Childrens Van operates. It is not possible to accurately determine the nature and the extent of the impacts from COVID-19, nor its impacts over time. However, at this stage funding remains guaranteed from the government and this pandemic is not expected (or likely) to cause a financial impact to the organisation in 2020 financial year and beyond.

**Galloping Gumnut Mobile Children's Services Van Inc**

**ABN: 99 972 714 965**

**Responsible Persons' Declaration**

The responsible persons' declare and have determined that Galloping Gumnut Mobile Children's Services Van Inc is not a reporting entity and has determined that this general purpose financial report should be prepared in accordance with those accounting policies outlined in Note 1 to the financial statements.

In the opinion of the responsible persons', the financial report:

- (a) there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- (b) the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

  
\_\_\_\_\_  
President/Vice President

Name

Mel. Taylor

Date

11.11.2020

  
\_\_\_\_\_  
Treasurer

Name

Jennifer Preciano

Date

11/11/20

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GALLOPING GUMNUT MOBILE CHILDREN'S SERVICES VAN INC**

### **Opinion**

We have audited the financial report of Galloping Gumnut Mobile Children's Services Van Inc (the Entity), which comprises the statement of financial position (Balance Sheet) as at 30 June 2020, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by those charged with governance.

In our opinion, the accompanying financial report of the Entity has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Associations Incorporation Act*, including:

- (a) giving a true and fair view of the Entity's financial position as at 30 June 2020 and of its financial performance and cash flows for the year then ended; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013* and the *Associations Incorporation Regulation*.

### **Basis for Opinion**

We conducted our audit in accordance with Australian Auditing Standards – Reduced Disclosure Requirement. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Entity 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.

### **Other Information**

Those charged with governance are responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 30 June 2020, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

*The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.*

*Findex (Aust) Pty Ltd, trading as Crowe Australasia is a member of Crowe Global, a Swiss Verein. Each member firm of Crowe Global is a separate and independent legal entity. Findex (Aust) Pty Ltd and its affiliates are not responsible or liable for any acts or omissions of Crowe Global or any other member of Crowe Global. Crowe Global does not render any professional services and does not have an ownership or partnership interest in Findex (Aust) Pty Ltd. Services are provided by Crowe Central West, an affiliate of Findex (Aust) Pty Ltd. Liability limited by a scheme approved under Professional Standards Legislation. Liability limited other than for acts or omissions of financial services licensees.*



In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard

#### **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 Australian Charities and Not for Profit Commission Regulation 2013, 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

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

#### **Auditor's Responsibilities 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 auditor's 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.

*Crowe Central West*

**CROWE CENTRAL WEST**

A handwritten signature in black ink, appearing to read "John Thompson".

**John Thompson**  
**Audit Partner**  
**Registered Company Auditor No. 302046**

Dated at Bathurst on the 11th day of November 2020