Gunawirra

ABN 75 133 509 583

Financial Report

For the Year Ended 30 June 2016

Gunawirra

ABN 75 133 509 583

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For the Year Ended 30 June 2016

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Gunawirra

ABN 75 133 509 583

Directors' Report

For the Year Ended 30 June 2016

The directors present their report on Gunawirra for the financial year ended 30 June 2016.

1. General information

Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Norma Tracey	Director
Information	Norma Tracey is a social worker and psychoanalytic psychotherapist. She worked in a Children's Hospital for ten years, and has been a psychotherapist in private practice for the last 30 years. She has written five books and booklets and had many papers internationally published.
Ursula Kim	Director
Information	Ursula is a local Kamarloi woman from the Northern Tableland. Ursula's passion is working with Aboriginal children. Worked in the Early Childhood for 28 years and the last 5 years have been appointed the Director in her town, the local Aboriginal Preschool. Which caters for 3-5 year old. Ursula's goal is to make sure the children have a good start in the Education and give them every opportunity to be successful in what every they do in the future. To help and support parents to be involved in their early years so that our children can be confident and proud/strong people. Gunawirra approached Ursula to be a part of their team and this gives her the opportunity to help children in a different aspect.
Bruce Manefield	Director - Appointed 19 August 2016
Information	FAICD, BSc Bruce brings to the Gunawirra Board over 20 years of governance experience. He has served on a range of commercial and 'for-purpose' boards. His interest in the social and economic value of early intervention programs developed during his 13 years on the Board of KU Children's Services, six of which he was the Chair. Bruce is a keen proponent of the work of Prof. James Heckman and the 'Heckman Equation', which enumerates the economic value of early intervention programs. Bruce has also held a number of senior executive positions across a range of industry sectors including technology/online, early education and the services sector.
Chris Commens	Director - Appointed 21 January 2016 Director - Resigned 27 June 2016
Joy Krahe	Director and CEO - Appointed 21 July 2015 Director and CEO - Resigned 12 April 2016
Carol Flanagan	Director - Resigned 21 September 2015

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

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Directors' Report

For the Year Ended 30 June 2016

1. General information continued

Principal activities

The principal activity of Gunawirra during the financial year was to provide services for Aboriginal parents and their children from 0 - 5, provision of mentoring, support and intervention programs.

No significant changes in the nature of the company's activity occurred during the financial year.

Short term objectives

The principle objective of Gunawirra is to promote the prevention of harm to Aboriginal and Torres Strait Islander children, their families, their communities and the workers who work with Aboriginal and Torres Strait Islander people:

- through the development, delivery and evaluation of targeted initiatives, projects and services focused on the control of behaviour that is harmful or abusive to human beings such as emotional abuse, physical abuse, sexual abuse, substance abuse, suicide and harmful gambling; and

- by breaking the cycle of violence, providing appropriate emotional and social supports and developing good role models.

Long term objectives

The company's long term objectives are to:

- increase the support, awareness and interest of the public, business and the Australian government in the importance of appropriate childcare, education and other related services;

- engage with other organisations that share a common concern for preventing and reducing harm to Aboriginal and Torres Strait Islander children, their families, their communities and the workers working in these areas; and

- develop and disseminate publications and materials relating to the objectives above in any format and mode through any distribution channel.

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Directors' Report

For the Year Ended 30 June 2016

1. General information continued

Strategy for achieving the objectives

To achieve these objectives, the company has adopted the following strategies:

- staff and volunteers work in partnership with a range of community stakeholders, and this is evidenced by ongoing support of the entity's projects and initiatives. Seminars run monthly have up to 80 attendees;
- staff and volunteers are committed to creating new programs and maintaining existing programs in support of pregnant young Aboriginal mothers and special programs in 5 preschools and many other programs in 16 Aboriginal and partly Aboriginal preschools; and
- all research is carried out by a research Specialist from a University.

Members guarantee

Gunawirra is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each members and any person or association who ceased to be a member in the year prior to the winding up, is limited to $ 10, subject to the provisions of the company's constitution.

At 30 June 2016 the collective liability of members was $ 50 (2015: $ 50).

Meetings of directors

During the financial year, 8 meetings of directors were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Norma Tracey	8	7
Ursula Kim	8	5
Bruce Manefield	-	-
Chris Commens	5	5
Joy Krahe	6	6
Carol Flanagan	2	2

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Directors' Report
For the Year Ended 30 June 2016

Auditor's independence declaration

The auditor's independence declaration in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, for the year ended 30 June 2016 has been received and can be found on page 5 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director: ..... Director: .....

Norma Tracey Ursula Kim

Dated 23 September 2016

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Auditor's Independence Declaration To the Directors of Gunawirra

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2016, there have been:

(i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.

BDJ Partners
Chartered Accountants

.....
Gregory W Cliffe
Partner

Dated 21 September 2016

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AUSTRALIA + NEW ZEALAND

TAX PRACTITIONERS BOARD REGISTERED
Tax agent
36730000

Gunawirra

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2016

	Note	2016 $	2015 $
Revenue	3	**467,515**	690,935
Other income		**22,478**	12,000
Project costs		**(454,626)**	(392,053)
Fundraising expenses		**(28,509)**	(75,940)
Research projects expenses		**(21,791)**	(29,721)
Administrative expenses		**(106,224)**	(148,327)
Depreciation		**(13,685)**	(6,201)
Environment project expenses		**-**	(6,018)
Grant funding carried forward		**-**	4,318
Surplus (deficit) before income tax		**(134,842)**	48,993
Income tax expense	1.(e)	**-**	-
Surplus (deficit) for the year		**(134,842)**	48,993
Other comprehensive income, net of income tax		**-**	-
Total comprehensive income for the year		**(134,842)**	48,993

The accompanying notes form part of these financial statements.

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Statement of Financial Position

As At 30 June 2016

	Note	2016 $	2015 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	**58,497**	128,620
Trade and other receivables	5	**-**	8,224
Other assets	6	**5,406**	3,920
TOTAL CURRENT ASSETS		**63,903**	140,764
NON-CURRENT ASSETS			
Property, plant and equipment	7	**31,112**	41,495
Other assets	6	**2,031**	2,231
TOTAL NON-CURRENT ASSETS		**33,143**	43,726
TOTAL ASSETS		**97,046**	184,490
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	**64,557**	17,159
TOTAL CURRENT LIABILITIES		**64,557**	17,159
TOTAL LIABILITIES		**64,557**	17,159
NET ASSETS		**32,489**	167,331
EQUITY			
Accumulated surplus		**32,489**	167,331
TOTAL EQUITY		**32,489**	167,331

The accompanying notes form part of these financial statements.

Gunawirra

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Statement of Changes in Equity

For the Year Ended 30 June 2016

2016

	Accumulated surplus	Total
	$	$
Balance at 1 July 2014	**167,331**	**167,331**
Surplus (deficit) for the year	**(134,842)**	**(134,842)**
Total other comprehensive income for the year	**-**	**-**
Balance at 30 June 2016	**32,489**	**32,489**

2015

	Accumulated surplus	Total
	$	$
Balance at 1 July 2014	118,338	118,338
Surplus (deficit) for the year	48,993	48,993
Total other comprehensive income for the year	-	-
Balance at 30 June 2015	167,331	167,331

The accompanying notes form part of these financial statements.

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Statement of Cash Flows

For the Year Ended 30 June 2016

	Note	2016 $	2015 $
CASH FLOWS FROM OPERATING ACTIVITIES:			
Donations received		**356,879**	674,846
Australian Government Grants		**121,000**	-
Receipts from fundraising		**70**	15,196
Interest received		**533**	742
Other receipts		**19,756**	11,941
Payments for project costs		**(469,802)**	(421,589)
Payments to suppliers		**(65,769)**	(118,122)
Payments for fundraising costs		**(29,488)**	(79,330)
Net cash provided by (used in) operating activities	10	**(66,821)**	83,684
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property, plant and equipment		**(3,302)**	(42,571)
Net cash used by investing activities		**(3,302)**	(42,571)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Net increase (decrease) in cash and cash equivalents held		**(70,123)**	41,113
Cash and cash equivalents at beginning of the year		**128,620**	87,507
Cash and cash equivalents at end of financial year	4	**58,497**	128,620

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements

For the Year Ended 30 June 2016

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

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 has been prepared in order to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* .

The financial statements have been prepared in accordance with recognition and measurement criteria in the Australian Accounting Standards and the disclosure requirements of AASB 101 Presentation of Financial Statements, AASB 107 Statement of Cash Flows and AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors.

The significant accounting policies disclosed below are those 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.

(b) Comparative Amounts

The company changed its financial year end from 31 March to 30 June 2014. The comparative figures are for the 15 month period ended 30 June 2014.

(c) Plant and Equipment

Plant and equipment are measured using the cost model.

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 costs of dismantling and restoring the asset, where applicable.

Plant and equipment that have been contributed at no cost, or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

Depreciation

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

(d) 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.

1 Summary of Significant Accounting Policies continued

(e) 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*.

(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.

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

Grant revenue

Grant revenue is recognised in the statement of profit or loss and other 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.

Donations

Donations and bequests are recognised as revenue when received.

Interest revenue

Interest is recognised using the effective interest method.

(g) 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.

Cash flows are included in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

Notes to the Financial Statements
For the Year Ended 30 June 2016

1 Summary of Significant Accounting Policies continued

(h) Adoption of new and revised accounting standards

During the current year, the company adopted all of the new and revised Australian Accounting Standards and Interpretations applicable to its operations which became mandatory.

The adoption of these Standards has not impacted the recognition, measurement and disclosure of any transactions.

(i) New Accounting Standards and Interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The company has decided against early adoption of these Standards.

2 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - impairment of property, plant and equipment

The company assesses impairment at the end of each reporting period by evaluating conditions specific to the company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Key estimates - fair value of financial instruments

The company has certain financial assets and liabilities which are measured at fair value. Where fair value has not able to be determined based on quoted price, a valuation model has been used. The inputs to these models are observable, where possible, however these techniques involve significant estimates and therefore fair value of the instruments could be affected by changes in these assumptions and inputs.

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Notes to the Financial Statements

For the Year Ended 30 June 2016

3 Revenue and Other Income

	2016	2015
	$	$
Government grant	**110,000**	-
Donations received - Public fund	**356,879**	674,846
Fundraising income	**63**	15,197
Interest received	**533**	742
Membership	**40**	150
	467,515	690,935

4 Cash and cash equivalents

Cash at bank and in hand	**55,472**	124,627
Short-term bank deposits	**3,025**	3,993
	58,497	128,620

5 Trade and other receivables

CURRENT		
GST receivable	**-**	8,224
	-	8,224

6 Other non-financial assets

CURRENT		
Prepayments	**5,406**	3,920
NON-CURRENT		
Security deposits	**2,031**	2,231

Gunawirra

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Notes to the Financial Statements

For the Year Ended 30 June 2016

7 Plant and equipment

	2016 $	2015 $
Motor vehicles		
At cost	**23,636**	23,636
Accumulated depreciation	**(5,666)**	(32)
Total motor vehicles	**17,970**	23,604
Office equipment		
At cost	**27,940**	24,638
Accumulated depreciation	**(16,039)**	(11,936)
Improvements		
At cost	**7,891**	7,891
Accumulated depreciation	**(6,650)**	(2,702)
Total improvements	**1,241**	5,189
	31,112	41,495

8 Trade and other payables

CURRENT		
Trade payables	**36,233**	7,171
Other payables	**28,324**	9,988
	64,557	17,159

All amounts are short term and the carrying values are considered to be a reasonable approximation of fair value.

9 Members' Guarantee

The company is incorporated under the *Australian Charities and Not-for-profits Commission Act 2012* 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 $ 10 each towards meeting any outstandings and obligations of the company. At 30 June 2016 the number of members was 5 (2015: 5).

Gunawirra

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Notes to the Financial Statements

For the Year Ended 30 June 2016

10 Cash Flow Information

Reconciliation of net income to net cash provided by operating activities:

	2016	2015
	$	$
Surplus (deficit) for the period	**(134,842)**	48,993
Cash flows excluded from surplus attributable to operating activities		
Non-cash flows in surplus:		
- depreciation	**13,685**	6,201
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries:		
- (increase)/decrease in trade and other receivables	**8,224**	(6,204)
- (increase)/decrease in other assets	**(1,286)**	32,400
- increase/(decrease) in trade and other payables	**47,398**	6,612
- increase/(decrease) in other liabilities	**-**	(4,318)
Cashflow from operations	**(66,821)**	83,684

11 Company Details

The registered office of and principal place of business of the company is:

Gunawirra
19a Quirk Street
Rozelle NSW 2039

Gunawirra

ABN 75 133 509 583

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 6 to 15, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* 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 30 June 2016 and of the performance for the period 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 ..... Norma Tracey

Director ..... Ursula Kim

Dated 23 September 2016

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M Galouzis CA
A N Fraser CA
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Independent Auditor's Report to the members of Gunawirra

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of Gunawirra, which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and other 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 *Australian Charities and Not-for-profits Commission Act 2012* 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 qualified audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. We confirm that the independence declaration required by the *Australian Charities and Not-for-profits Commission Act 2012*, which has been given to the directors of Gunawirra, would be in the same terms if given to the directors as at the time of this auditor's report.

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Independent Auditor's Report to the members of Gunawirra

Basis for Qualified Opinion

Due to the nature of the company's activities (especially donations and fundraising) control over the receipts and income is limited prior to it being recorded, and there are no practical audit procedures available to determine the effect of this limited control.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report of Gunawirra is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

(a) giving a true and fair view of the company's financial position as at 30 June 2016 and of its performance for the period ended on that date; and

(b) complying with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

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 is prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

BDJ Partners
Chartered Accountants

.....
Gregory W Cliffe
Partner

Dated 26 September 2016

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