

# **Arid Lands Environment Centre Incorporated**

**Financial Statements**

**For the Year Ended 30 June 2018**

# Arid Lands Environment Centre Incorporated

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For the Year Ended 30 June 2018

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# Arid Lands Environment Centre Incorporated

## Board's Report

30 June 2018

### BOARD'S REPORT

Your Board members submit the financial report of the Arid Land Environment Centre Incorporated ("the Association") for the financial year ended 30 June 2018.

### BOARD MEMBERS

The names of Board members during the year and as at the date of this report are:

<b>Chair:</b>	Jodi Lennox	(Vice Chair from 1 July 17 to 15 Nov 17)
<b>Vice Chair:</b>	Stewart Baillie	(Chair from 1 July 17 to 15 Nov 17)
<b>Secretary:</b>	Barb Molanus	
<b>Treasurer:</b>	Jocelyn Davies	
<b>Ordinary members:</b>	Rosalie Schultz	Tim Brand
	Liz Moore	Brenda Shields (commenced 15 Nov 2017)
	Simon Cheers (resigned 27 June 2018)	Jason Quin (resigned 19 Aug 2017)
	Rodney Angelo (finished 15 Nov 2017)	Isobel Milne (finished 15 Nov 2017)
	Anjali Palmer (resigned 19 July 2017)	

### Principal Activities

The principal activities of the Association during the financial year has been advocating for the protection of nature and ecologically sustainable development in the arid lands region.

### Significant Changes

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

### Operating Result

The Net Deficit amounted to \$101,685 (2017: \$51,906 Net Surplus).

In our opinion:

- the accompanying financial report as set out on the attached pages, being a special purpose financial statement, is drawn up so as to present fairly the state of affairs of the Association as at the end of the financial year and the result of the Association for the year then ended;
- the accounts of the Association have been properly prepared and are in accordance with the books of account of the Association; and
- there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

Board member:  B. MOLANUS

Board member:  JODI LENNOX

Dated this 29 day of Oct. 2018

## Arid Lands Environment Centre Incorporated

### Statement of Profit or Loss

For the Year Ended 30 June 2018

	Note	2018 * \$	2017 \$
<b>Income</b>			
NT Government Grants		50,000	100,000
Project Grants	2 (a)	91,423	(48,341)
Earned Income	2 (b)	808,400	1,159,638
Donations Received		130,620	88,705
Donations Un-receipted		3,802	3,583
Membership		9,355	11,748
Other Revenue	2 (c)	19,577	19,488
Fundraising		12,166	6,700
<b>Total income</b>		<b>1,125,343</b>	<b>1,341,521</b>
<b>Expenditure</b>			
Cost of Service Delivery	3 (a)	99,283	169,613
Management & Operational cost	3 (b)	55,002	72,094
Campaigns, Events & Promotions	3 (c)	43,069	33,690
Fundraising Costs		11,895	3,700
Audit Fees		11,225	7,299
Depreciation		18,402	16,446
Motor Vehicle		31,985	47,649
Other	3 (d)	9,442	4,276
Staff Costs	3 (e)	946,725	934,848
<b>Total Expenditure</b>		<b>1,227,028</b>	<b>1,289,615</b>
<b>Net (Deficit) / Surplus</b>		<b>(101,685)</b>	<b>51,906</b>

\*Refer to Schedule 1 for the Split of Operating Results between Arid Edge Environmental Services (AEES) and all other ALEC Activities and for information about NT Government Grant

The accompanying notes form part of these financial statements.

Arid Lands Environment Centre Incorporated

**Statement of Assets and Liabilities**

As At 30 June 2018

	Note	2018 \$	2017 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	735,427	757,480
Trade and other receivables	5	32,812	95,066
Prepayments and rental deposits		6,378	4,185
<b>TOTAL CURRENT ASSETS</b>		<b>774,617</b>	<b>856,731</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	136,090	76,876
<b>TOTAL NON-CURRENT ASSETS</b>		<b>136,090</b>	<b>76,876</b>
<b>TOTAL ASSETS</b>		<b>910,707</b>	<b>933,607</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	7	216,147	136,361
Unexpended grants		331,012	330,617
Provisions for employee benefits	8	57,806	62,003
<b>TOTAL CURRENT LIABILITIES</b>		<b>604,965</b>	<b>528,981</b>
<b>NON-CURRENT LIABILITIES</b>			
Provision for employee benefits	8	28,175	25,374
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>28,175</b>	<b>25,374</b>
<b>TOTAL LIABILITIES</b>		<b>633,140</b>	<b>554,355</b>
<b>NET ASSETS</b>		<b>277,567</b>	<b>379,252</b>
<b>MEMBERS' FUNDS</b>			
Retained profits		277,567	379,252
<b>TOTAL MEMBERS' FUNDS</b>		<b>277,567</b>	<b>379,252</b>

The accompanying notes form part of these financial statements.

Arid Lands Environment Centre Incorporated

**Statement of Changes in Equity**

As At 30 June 2018

	<b>Total Equity \$</b>
Balance at 1 July 2017	379,252
Net (Deficit) / Surplus during the year	(101,685)
<b>Balance at 30 June 2018</b>	<b><u>277,567</u></b>
Balance at 1 July 2016	327,346
Net Surplus / (Deficit) during the year	51,906
<b>Balance at 30 June 2017</b>	<b><u>379,252</u></b>

The accompanying notes form part of these financial statements.

## Arid Lands Environment Centre Incorporated

### Statement of Cash Flows

For the year ended 30 June 2018

	Note	2018 \$	2017 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		1,174,276	1,294,995
Payments to suppliers and employees		(1,127,401)	(1,129,120)
Interest received		8,688	8,980
		<hr/>	<hr/>
Net cash provided by / (used in) operating activities	9	55,563	174,855
		<hr/>	<hr/>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments for property, plant and equipment		(78,525)	(27,906)
Proceeds from disposals of property, plant and equipment		909	-
		<hr/>	<hr/>
Net cash provided by / (used in) investing activities		(77,616)	(27,906)
		<hr/>	<hr/>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net cash provided by / (used in) financing activities		-	-
		<hr/>	<hr/>
Net Increase / (Decrease) in Cash		(22,053)	146,949
Cash at beginning of year		757,480	610,531
		<hr/>	<hr/>
Cash at end of year	4	<b>735,427</b>	<b>757,480</b>
		<hr/> <hr/>	<hr/> <hr/>

The accompanying notes form part of these financial statements.

## Arid Lands Environment Centre Incorporated

### Notes to the Financial Statements

For the Year Ended 30 June 2018

#### 1. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in the financial report.

##### (a) Statement of compliance

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the *Associations Act Northern Territory* and *Australian Charities and Not-for-profits Commission Act 2012*. The Board has determined that Arid Land Environment Centre Incorporated (“the Association”) is not a reporting entity and is a not-for-profit entity because in the Board’s opinion there are unlikely to exist users who are unable to command the preparation of reports tailored so as to satisfy all of their information needs.

The special purpose financial report has been prepared in accordance with the basis of preparation and accounting policies described below. Australian Accounting Standards Board, (AASBs) adopted by the Australian Accounting Standards Board (“AASB”), and other authoritative pronouncements of the AASB have not been complied with except to the extent stated below.

##### (b) Basis of preparation

The financial report is presented in Australian dollars and has been prepared on the accrual basis of accounting.

The preparation of a financial report in conformity with Australian Accounting Standards requires the Association to make judgements, estimates and assumption that affect the application of policies and reported amounts as assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. These accounting policies have been consistently applied by the Association.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

The special purpose financial report has been prepared on accrual basis.

##### (c) Income tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

##### (d) Income

Income is recognised when the amount can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Association and specific criteria relating to the type of income as noted below, has been satisfied.

Income is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2018**

### **1. SIGNIFICANT ACCOUNTING POLICIES - continue**

#### **(e) Grant income**

Grant income is recognised when the Association obtains control over the funds, which is generally when the grant is acquired

If conditions are attached to the grant that must be satisfied before the Association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are met.

#### **(f) Other income**

Other income is recognised on an accruals basis when the Association is entitled to it.

#### **(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.

Cash flows 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.

#### **(h) Property, plant and equipment**

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

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

#### **(i) Depreciation**

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Association, commencing when the asset is ready for use.

#### **(j) Employee benefits**

Liabilities for employee benefits for wages, salaries, annual leave and long-service leave represent present obligations resulting from employees' services provided to reporting date and are calculated at undiscounted amounts based on remuneration wage and salary rates that the Association expects to pay as at reporting date including related on-costs, such as workers' compensation insurance. Contributions are made by Association to an employee superannuation fund and are charged as expenses when incurred.

The Association's obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods plus related on-costs; that benefit is calculated at undiscounted amount. Long service leave is accrued in respect of employees with more than five years employment with the Association.

## Arid Lands Environment Centre Incorporated

### Notes to the Financial Statements

For the Year Ended 30 June 2018

#### 1 SIGNIFICANT ACCOUNTING POLICIES - continue

##### (k) Going Concern

The accounts of Arid Lands Environment Centre Incorporated have been prepared on the basis that it is a going concern and that the Association will continue to operate. The Association's future as a going concern is dependent upon grants and subject to compliance attached to grants received.

On this basis the Arid Lands Environment Centre Incorporated will generate sufficient cash flow to be able to pay its debts when they fall due. The members of the Association believe that the going concern assumption is appropriate.

##### (l) Comparatives

Comparative figures have been adjusted to conform to changes in presentation for the current financial year. The class of income and expenses presented in 2016-17 financial report differs from the amount presented in the 2017-18 comparative amounts and are considered immaterial. Overall, the changes in reclassification in the comparative amount has \$nil effect in the Association's statement of profit or loss.

#### 2 (a) PROJECT GRANTS

	2018	2017
	\$	\$
Grant income	160,000	-
Unexpended grants	(68,577)	(48,341)
	<u>91,423</u>	<u>(48,341)</u>

#### 2 (b) EARNED INCOME

	2018	2017
	\$	\$
Project contribution	704,771	1,053,173
Consultancies	32,572	17,642
Merchandise	56,016	78,295
Registration fees	15,041	10,528
	<u>808,400</u>	<u>1,159,638</u>

#### 2 (c) OTHER REVENUE

	2018	2017
	\$	\$
Interest	8,726	8,980
Vehicle contribution	605	543
Sundry and other income	10,246	9,965
	<u>19,577</u>	<u>19,488</u>

**Arid Lands Environment Centre Incorporated**

**Notes to the Financial Statements**

**For the Year Ended 30 June 2018**

**3 (a) COST OF SERVICE DELIVERY**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Materials	82,863	132,018
Equipment & furn.- non cap	9,755	13,537
Hire	6,665	24,058
	<u><b>99,283</b></u>	<u><b>169,613</b></u>

The above expenses were incurred mainly with Arid Edge Environmental Services, Food for Alice and Community Gardens works.

**3 (b) MANAGEMENT AND OPERATIONAL COSTS**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Electricity & Gas	11,910	9,386
ICT	7,818	7,952
Rent	5,720	11,360
Insurance	5,234	17,813
Bad Debts	5,028	290
Subscriptions and memberships	3,432	2,255
Bank fees	2,735	1,844
Cleaning	2,652	2,238
Maintenance & Repairs	2,228	194
Telephone	1,724	3,826
Office Consumables	1,453	2,012
Fees & Permits	1,366	807
Sundry Expenses	3,702	12,117
	<u><b>55,002</b></u>	<u><b>72,094</b></u>

**3 (c) Campaigns, Events & Promotions**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Advertising and Promotion	16,235	8,313
Catering	6,291	7,260
Multi-Media Production	13,824	13,003
Photocopying	6,155	5,083
Workshops	564	31
	<u><b>43,069</b></u>	<u><b>33,690</b></u>

## Arid Lands Environment Centre Incorporated

### Notes to the Financial Statements

For the Year Ended 30 June 2018

#### 3 (d) OTHER EXPENSES

	2018	2017
	\$	\$
Occupation, health and safety training	2,475	845
Write-off	6,161	-
Other expenses	806	3,431
	<u>9,442</u>	<u>4,276</u>

#### 3 (e) STAFF COSTS

	2018	2017
	\$	\$
Salaries and wages	657,656	631,481
Sub-contractor fees	146,270	155,433
Superannuation	63,077	58,572
Staff travel and allowances	60,243	49,264
Other staff benefits	19,479	40,098
	<u>946,725</u>	<u>934,848</u>

**Arid Lands Environment Centre Incorporated**

**Notes to the Financial Statements**

**For the Year Ended 30 June 2018**

**4 CASH AND CASH EQUIVALENTS**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Cash at Bank – Ops Account	201,836	14,340
Cash at Bank – Gift Account	79,364	57,675
Cash at Bank – Holding Account	56,689	305,837
Cash at Bank – Pay Pal Account	26,553	16,704
ALEC Debit Card	2,020	1,398
AEES Debit Card	929	1,965
Term Deposit	365,555	358,156
Cash on hand	2,481	1,405
	<u>735,427</u>	<u>757,480</u>

**5 TRADE AND OTHER RECEIVABLES**

Trade & Sundry Debtors	39,840	97,066
Less: Provision for Doubtful Debts	(7,028)	(2,000)
	<u>32,812</u>	<u>95,066</u>

**6 PROPERTY, PLANT AND EQUIPMENT**

Leasehold Improvements		
At cost	110,298	38,340
Accumulated amortisation	(15,346)	(9,650)
	<u>94,952</u>	<u>28,690</u>
Furniture, fixtures and fittings		
At cost	26,859	22,574
Accumulated depreciation	(16,337)	(16,508)
	<u>10,522</u>	<u>6,066</u>
Motor vehicles		
At cost	64,115	64,115
Accumulated depreciation	(33,499)	(21,995)
	<u>30,616</u>	<u>42,120</u>
	<u>136,090</u>	<u>76,876</u>

**7 TRADE AND OTHER PAYABLES**

Trade payable and other payables	142,873	50,752
Accrued Expenses	22,614	18,144
Payroll Liabilities	31,758	30,587
GST Payable	18,902	36,878
	<u>216,147</u>	<u>136,361</u>

## Arid Lands Environment Centre Incorporated

### Notes to the Financial Statements

For the Year Ended 30 June 2018

#### 8 PROVISION FOR EMPLOYEE BENEFITS

	2018	2017
	\$	\$
Current		
Annual leave	28,320	27,540
Long service leave	29,486	34,463
	<u>57,806</u>	<u>62,003</u>
Non-current portion		
Long service leave	<u>28,175</u>	<u>25,374</u>
Net cash flows from operating activities	<u><u>85,981</u></u>	<u><u>87,377</u></u>

#### 9 RECONCILIATION OF OPERATING SURPLUS TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2018	2017
	\$	\$
Net Surplus / (Deficit)	(101,685)	51,906
Depreciation	18,402	16,446
Provision for employee entitlements	(1,396)	30,604
Changes in assets & liabilities:		
Trade and other receivables	62,254	(43,336)
Prepayments	(2,193)	7,806
Unexpended Grants	395	49,694
Trade and other payables	79,786	61,735
Net cash flows from operating activities	<u><u>55,563</u></u>	<u><u>174,855</u></u>

#### 10 EVENTS AFTER THE END OF REPORTING PERIOD

The financial report was authorised for issue on 29 October 2018 by the Board.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

#### 11 STATUTORY INFORMATION

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

Arid Lands Environment Centre Incorporated  
90 Gap Road  
Alice Springs NT 0871

## Arid Lands Environment Centre Incorporated

### Schedule 1 – Split of Operating Results

For the Year Ended 30 June 2018

	AEES <sup>2</sup> \$	Other ALEC <sup>3</sup> Activities \$	Total \$
<b>Income</b>			
NT Government Grants <sup>1</sup>	-	50,000	50,000
Project Grants	1,738	89,685	91,423
Earned Income	586,029	222,371	808,400
Donations Received	-	130,620	130,620
Donations Un-receipted	-	3,802	3,802
Membership	-	9,355	9,355
Other Revenue	6,013	13,564	19,577
Fundraising	-	12,166	12,166
<b>Total income</b>	<b>593,780</b>	<b>531,563</b>	<b>1,125,343</b>
<b>Expenditure</b>			
Cost of Service Delivery	70,496	28,787	99,283
Management & Operational cost	7,001	48,001	55,002
Campaigns, Events & Promotions	4,472	38,597	43,069
Fundraising Costs	254	11,641	11,895
Audit Fees	-	11,225	11,225
Depreciation	2,459	15,943	18,402
Motor Vehicle	6,959	25,026	31,985
Other	1,829	7,613	9,442
Staff Costs	534,539	412,186	946,725
<b>Total Expenditure</b>	<b>628,009</b>	<b>599,019</b>	<b>1,227,028</b>
<b>Net Surplus / (Deficit)</b>	<b>(34,229)</b>	<b>(67,456)</b>	<b>(101,685)</b>

<sup>1</sup> The funding from the NT Government is based on a calendar year and therefore only half of the grant should have been recognised in 2017. To correct this, ALEC has recognised less income in the 2018 year to bring the total income recognised to date in line with the grant agreement.

<sup>2</sup> AEES: Arid Edge Environmental Services

<sup>3</sup> Arid Lands Environment Centre

## **Independent auditor's report to the members of Arid Lands Environment Centre Incorporated**

### *Report on the Audit of the Financial Report*

We have audited the accompanying financial report, being a special purpose financial report of Arid Lands Environment Centre Incorporated (the "Association"), which comprises the Statement of Assets and Liabilities as at 30 June 2018, Statement of Profit or Loss, Statement of Changes in Equity, and Statement of Cash Flows for the year then ended, a summary of significant accounting policies, other explanatory notes and the Board's Report.

In our opinion, except for the effects of the matters described in the *Basis of Qualified Opinion* section of our report, the financial report presents fairly, in all material respects, the financial position of Arid Lands Environment Centre Incorporated as of 30 June 2018 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

### *Basis for Opinion*

As is common for organisations of this type, it is not practicable to establish an efficient system of internal control over income, other than grant and earned income, prior to its initial entry in the accounting records. Accordingly, as the evidence available to us regarding such income was limited, our audit procedures with respect to income, other than grant and earned income, were restricted to the amounts recorded in the financial records. We therefore do not express an opinion on whether the income the Association received is complete, and we cannot determine the effects of such adjustments, if any, as might have been determined to be necessary had this limitation not existed.

We conducted our audit in accordance with Australian Auditing Standards. 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 Association in accordance with the *Associations Act NT* and 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.

### *Emphasis of Matter - Basis of Accounting and Restriction on Distribution and Reliance*

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Arid Lands Environment Centre Incorporated meet the requirements of the *Associations Act* and the Association's constitution. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for Arid Lands Environment Centre Incorporated and should not be distributed to parties other than Arid Lands Environment Centre Incorporated. Our opinion is not modified in respect of these matters.

### *Other Matter*

The financial report of the Association for the year ended 30 June 2017 was audited by another auditor who expressed a modified opinion on that report on 23 October 2017.

### *The Responsibility of the Board for the Financial Report*

The Association's Board is responsible for the preparation of the financial statements, and has determined that the accounting policies described in Note 1 to the financial statements, are

appropriate to meet the financial reporting requirements of the *Associations Act NT* and the Association's Constitution and are appropriate to meet the needs of the members. The Board's responsibility also includes such internal control as the Board determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Board is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the management either intends to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

#### *Auditor's Responsibilities for the Audit of the Financial Report*

Our objectives are to obtain reasonable assurance about whether the financial report for the year ended 30 June 2018 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 the financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control, if any, that we identify during our audit.

*Merit Partners*

Merit Partners



MunLi Chee  
Director

DARWIN  
30 October 2018