

DANDENONG & DISTRICT ABORIGINES CO-OPERATIVE LIMITED
ABN 34 256 073 685

FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2015

DIRECTORS' REPORT

Your directors present their report on the Co-operative for the financial year ended 30 June 2015.

The surplus amounted to \$64,902 (2014: surplus of \$120,759).

No dividends have been paid or recommended during the year.

During the year 8 shares were issued (2014: 19 shares).

No person has applied for leave of Court to bring proceedings on behalf of the Co-operative or intervene in any proceedings to which the Co-operative is a party for the purpose of taking responsibility on behalf of the Co-operative for all or any part of those proceedings.

The Co-operative was not a party to any such proceedings during the year.

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

The Co-operative's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the Co-operative.

The names of the directors in office during or since the end of the year were Patricia Ockwell, Daryl Walker, Margaret Gardiner, Elaine Taylor, Stewart Taylor, Lesley Gardener and Douglas Smith.

The principal activity of the Co-operative during the financial year was Aboriginal Community Advancement, including the provision of comprehensive Primary Health Care and Allied Health services, Maternity Services (Ante and Post Natal), Aboriginal Health Promotion and Chronic Care, Social and Emotional Well Being, Home and Community Care, Family Services, Youth Services, Bringing Them Home (Stolen Generations), Aboriginal Best Start and a Community Housing Program. Funding to conduct these activities was provided by grants received from state and federal government agencies. The information contained herein is presented on a consolidated basis covering all services provided under the programs.

No significant changes in the state of affairs occurred during the financial year.

Developments that have been established to enhance the operations of the Co-operative in the future financial year are: the continuing development of the Bunurong Healthy Lifestyle Team (BHLT) and implementation of the Regional Action Plan and the Social Marketing Campaign on Tobacco Action. Also continuing member involvement in the emerging South East Melbourne Medicare Local (SEMML).

All Directors have undertaken governance training. Staff performance reports and appraisals continue with the ongoing staff professional development, the professional development for Directors and raising the standard of service delivery across the Co-operative to the Aboriginal community. The Chief Executive Officer continues to represent the Co-operative and community at various and appropriate meetings with funding agencies, mainstream agencies and with the peak health body – Victorian Aboriginal Community Controlled Health Organisation. The Executive Management Team has continued to add value and strength to the Leadership, Management and Coordination of operations.

DIRECTORS' REPORT (Cont'd)

Directors' qualifications, experience and special responsibilities are as follows:

Patricia Ockwell Elected 27 October 2013 for a two year term.

Patricia has been a member of the Co-operative since 1977, and in that time, has served on the Board for many years at various times.

Patricia has been involved in Aboriginal affairs for approximately 40 years and is a former Chairperson of the Co-operative.

Patricia has been involved with Aboriginal Housing Victoria for 30 years.

Patricia is a senior elder of the Wurundjeri Tribal Council for several years and is a Life Member.

Patricia is also a Director of the Aboriginal Community Elders Services (ACES) and is currently Vice Chairperson.

Patricia was employed for twenty years by Aboriginal Hostels Limited, where she was primarily involved in funding arrangements and as a hostel manager.

Patricia also sits on the Koori Children's Court, Broadmeadows Adult Koori Court, the Melbourne Magistrates Adult and Children's Court and the Dandenong Children's Koori Court.

Patricia has graduated from Governance Training in the Certificate IV in Business (Governance) conducted by Swinburne University and intends undertaking the Diploma of Business Governance.

Her special interests are in Finance, Housing and Youth.

Daryl Walker Re-elected 2 November 2014 for a two year term.

Daryl operated his own business for 25 years, mainly in the Gas industry and has always required the Co-operative to have a sound economic position.

Daryl has been involved in the Co-operative since the first meetings as an Association in 1971 and has served as a Director for 20 years at various times.

Daryl is currently on the committee of the Lamangurag Aborigines Association (NSW).

Daryl has completed his Certificate IV in Governance Training.

His special interests are in Finance, Funding Arrangements, Education Youth and Elders.

Margaret Gardiner Re-elected 2 November 2014 for a two year-term.

Margaret was Chairperson until March 2015 and then re-elected as the Deputy Chairperson of the Board of Directors.

Margaret has been a member of the Co-operative for over 30 years.

Margaret has life long commitment to the community and this organisation and has served on the Board at various times and has also been a Manager, Administrator and Receptionist in the past.

Margaret is keen to enable the organisation to grow and develop to its full potential in providing the best possible services and programs to the community and being the premier Aboriginal organisation in our catchment.

Her special interests are in Housing, Health, Youth and Elders.

DIRECTORS' REPORT (Cont'd)

Elaine Taylor Re-elected 27 October 2013 for a two year term.

Elaine has been involved in Aboriginal Affairs for over 45 years, has worked at VALS and VACCA, served as a Board Member at VALS, VACCA and VAYSAR and was an elected ATSIC Regional Councillor

Elaine was one of the first members of the Co-operative and her Mother and Father were among the founding members.

Elaine currently sits on the Koori Children's court at Dandenong and Melbourne and also at the Melbourne Magistrates Court.

Elaine's special interests and support are for her community's well being in all the social determinants.

Stewart Taylor Re-elected 2 November 2014 for a two-year term.

Stewart was elected Chairperson in March 2015 and has been an active member of the Dandenong & District Aborigines Co-operative Ltd for 30 years and has served on the Board at various times. Stewart's grandparents and mother were among the founding members of the organisation.

Stewart has completed his Certificate IV in Business Governance at Victoria University.

Stewart is a proud Wemba Wemba man and is an active member of the community. He has been integral in participation of youth over the past 10 years in the annual Murray River Marathon.

Stewart has run his own business, "Taylor Made Communications", for the past 11 years in the telecommunications industry.

His special interests are Youth and Environment.

Lesley Gardener Re-elected 2 November 2014 for a two-year term.

Lesley has been an active member of the Dandenong & District Aborigines Co-Operative Limited for over 18 years and has been an active community member in events and activities since she was a child and since being elected she brought a wealth of community experience, commitment and collaboration.

Lesley has completed her Certificate IV in Business Governance at Victoria University.

Lesley is the grand-daughter of one of the founding members. Lesley has worked for the DDAACL in the recent past and is currently employed by Monash Health in their Aboriginal Health team.

Lesley resigned from the Board in July 2015.

Douglas Smith Elected 27 October 2013 for a two-year term.

Douglas holds a Certificate IV in Art and Culture at Monash, a Certificate IV in Workplace Training and Assessment at Chisholm Institute and has been awarded Outstanding Koorie Student of the Year at Chisholm Institute. Doug continues to produce artwork. He has been involved in the organisation from the time the community started to have meetings to establish an organisation as a focal point for Aboriginal people in the area.

Douglas has completed his Certificate IV in Business Governance at Victoria University. He has worked at Baluk Arts as a teacher of Aboriginal art and culture.

Douglas has lived in the Dandenong area for almost 40 years, and has recently started painting and jewellery work shops with community members.

During the financial year, 11 meetings of directors were held. Attendances were:

Director	Directors' Meetings	
	Number eligible to attend	Number attended
Patricia Ockwell	11	11
Daryl Walker	11	10
Margaret Gardiner	11	11
Elaine Taylor	10	8
Stewart Taylor	10	5
Lesley Gardener	11	5
Douglas Smith	11	10

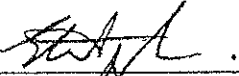
Indemnification of Officers

Insurance is provided by the Department of Health & Human Services, Victoria at no cost to the Co-operative.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 is set out on page 5.

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



Stewart Taylor
Director



Patricia Ockwell
Director

Dated this 22nd day of October 2015.

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF DANDENONG AND DISTRICT ABORIGINES CO-OPERATIVE LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2015 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) any applicable code of professional conduct in relation to the audit.

McLean Delmo Bentleys Audit Pty Ltd
McLean Delmo Bentleys Audit Pty Ltd

James Ridley
James Ridley
Partner

Hawthorn
23 October 2015

DANDENONG & DISTRICT ABORIGINES CO-OPERATIVE LIMITED
ABN 34 256 073 685

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
Grant revenue	2	3,121,338	2,903,972
Other income	2	448,408	477,072
Employee benefits expense		(2,018,520)	(1,684,490)
Depreciation expense	4	(96,874)	(141,977)
Motor vehicle expense		(150,964)	(175,012)
Maintenance expense		(82,067)	(82,588)
Special projects expense		(170,742)	(170,239)
Utilities expense		(174,581)	(132,988)
Professional services expense		(179,807)	(176,838)
Medical fees expense		(296,433)	(218,697)
Other expenses		(334,856)	(477,456)
Surplus	4	64,902	120,759
Other Comprehensive Income		-	-
Total Comprehensive Income		<u>64,902</u>	<u>120,759</u>

The accompanying notes form part of these financial statements

DANDENONG & DISTRICT ABORIGINES CO-OPERATIVE LIMITED
ABN 34 256 073 685

BALANCE SHEET
AS AT 30 JUNE 2015

	Note	2015 \$	2014 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	3,095,847	2,946,724
Trade and other receivables	6	<u>60,151</u>	<u>20,790</u>
TOTAL CURRENT ASSETS		<u>3,155,998</u>	<u>2,967,514</u>
NON-CURRENT ASSETS			
Property, plant and equipment	7	<u>3,203,714</u>	<u>3,293,783</u>
TOTAL NON-CURRENT ASSETS		<u>3,203,714</u>	<u>3,293,783</u>
TOTAL ASSETS		<u>6,359,712</u>	<u>6,261,297</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	1,004,679	1,022,684
Provisions	9	<u>254,107</u>	<u>217,333</u>
TOTAL CURRENT LIABILITIES		<u>1,258,786</u>	<u>1,240,017</u>
NON-CURRENT LIABILITIES			
Provisions	9	<u>29,613</u>	<u>14,877</u>
TOTAL NON-CURRENT LIABILITIES		<u>29,613</u>	<u>14,877</u>
TOTAL LIABILITIES		<u>1,288,399</u>	<u>1,254,894</u>
NET ASSETS		<u>5,071,313</u>	<u>5,006,403</u>
EQUITY			
Contributed equity		938	930
Reserves	10	3,158,078	3,158,078
Retained surplus		<u>1,912,297</u>	<u>1,847,395</u>
TOTAL EQUITY		<u>5,071,313</u>	<u>5,006,403</u>

The accompanying notes form part of these financial statements

DANDENONG & DISTRICT ABORIGINES CO-OPERATIVE LIMITED
ABN 34 256 073 685

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2015

	Contributed Equity	Asset Revaluation	Reserves	Special Purpose	Retained Surplus	Total
	\$	\$	Capital Grants	\$	\$	\$
Balance at 1 July 2013	911	54,755	3,188,876	18,905	1,622,178	4,885,625
Additional equity contributed	19	-	-	-	-	19
Transfers to/from reserves	-	-	(104,458)	-	104,458	-
Surplus for the year	-	-	-	-	120,759	120,759
Balance at 30 June 2014	930	54,755	3,084,418	18,905	1,847,395	5,006,403
Additional equity contributed	8	-	-	-	-	8
Transfers to/from reserves	-	-	-	-	-	-
Surplus for the year	-	-	-	-	64,902	64,902
Balance at 30 June 2015	938	54,755	3,084,418	18,905	1,912,297	5,071,313

The accompanying notes form part of these financial statements

DANDENONG & DISTRICT ABORIGINES CO-OPERATIVE LIMITED
ABN 34 256 073 685

CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
Cash flows from operating activities			
Grants received	3	3,092,833	2,140,111
Interest received		322	1,840
Receipts from customers		411,714	399,778
Payments to suppliers and employees		<u>(3,348,950)</u>	<u>(3,402,551)</u>
Net cash provided by/(used in) operating activities		<u>155,919</u>	<u>(860,822)</u>
Cash flows from investing activities			
Purchase of property, plant and equipment		<u>(6,804)</u>	<u>(37,519)</u>
Net cash used in investing activities		<u>(6,804)</u>	<u>(37,519)</u>
Cash flows from financing activities			
Proceeds from issue of shares		<u>8</u>	<u>19</u>
Net cash provided by financing activities		<u>8</u>	<u>19</u>
Net increase/(decrease) in cash held		149,123	(898,322)
Cash at beginning of financial year		<u>2,946,724</u>	<u>3,845,046</u>
Cash at the end of financial year	5	<u><u>3,095,847</u></u>	<u><u>2,946,724</u></u>

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial report covers Dandenong & District Aborigines Co-operative Ltd as an individual entity. Dandenong & District Aborigines Co-operative Ltd is incorporated and domiciled in Australia.

The financial report was authorised for issue on 23rd October 2015 by the Board of Directors.

Basis of preparation

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of Australian Accounting Standards Board (AASB), the Australian Charities and Not-for-Profits Commission Act 2012 and the Co-operatives National Law Application Act 2013. The Co-operative is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report, except for the cash flow information, has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

(a) Income Tax

The Co-operative, being established for community services purposes, is exempt from income tax.

(b) Property, Plant and Equipment

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

Property

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction), based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation on buildings.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in shareholders' equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the income statement and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(b) Property, Plant and Equipment (Cont'd)

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these 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 been discounted to their present values in determining recoverable amounts.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets including building and capitalised leased assets, but excluding freehold land, is depreciated on a straight line basis over the asset's useful life to the entity 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 life of the improvements.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2.5%
Plant and equipment	7.5% to 40%
Motor vehicles	20% to 25%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(c) Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the entity are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term. Lease payments for 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.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

(d) Employee Benefits

Short-term employee benefits

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The company's obligations for short-term employee benefits such as wages and salaries are recognised as a part of current trade and other payables in the statement of financial position.

Other long-term employee benefits

The company classifies employees' long service leave and annual leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the company's obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss classified under employee benefits expense.

The company's obligations for long-term employee benefits are presented as:

- current liabilities where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period.
- non-current liabilities where the company has an unconditional right to defer settlement for at least 12 months after the end of the reporting period.

(e) 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. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(f) **Impairment of Assets**

At each reporting date, the Co-operative reviews the carrying values of its tangible 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 income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the Co-operative estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(g) **Grants and Other Income**

Revenue from grants is accounted for on an accruals basis. Interest revenue is recognised on a proportional basis taking into account the applicable interest rates. Revenue from rent is recognised at the time the rent is due for payment. Medicare revenue is accounted for on a cash receipts basis. Sundry income is recognised at the time it becomes due and receivable.

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

(h) **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 the co-operative 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 either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as: (i) the amount at which the financial asset or financial liability is measured at initial recognition; (ii) less principal repayments; (iii) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and (iv) less any reduction for impairment.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(h) Financial Instruments (Cont'd)

Classification and Subsequent Measurement (Cont'd)

The effective interest rate method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through 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 value with a consequential recognition of an income or expense in profit or loss.

Financial assets at fair value through profit and loss

Financial assets are classified at 'fair value through profit or loss' when they are either held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

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.

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Co-operative's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

Financial liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(h) **Financial Instruments (Cont'd)**

Derecognition

Financial assets are derecognised where the contractual rights to receive cash flows expires or the asset is transferred to another party whereby the entity is 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 either discharged, cancelled or expire. The difference between the carrying value 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.

(i) **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 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. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(j) **Comparative Figures**

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

(k) **Critical Accounting Estimates and Judgements**

The Board evaluates the 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 Co-operative.

Key Estimates - Impairment

The Co-operative assesses impairment at each reporting date by evaluating conditions specific to the co-operative that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

DANDENONG & DISTRICT ABORIGINES CO-OPERATIVE LIMITED
ABN 34 256 073 685

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 2: GRANT REVENUE AND OTHER INCOME

	2015	2014
	\$	\$
Grant Revenue		
Grant monies - recurrent - Office for Aboriginal and Torres Strait Islander Health Service ("OATSIH/ IRHD")	777,972	790,583
Grant monies - recurrent - Department of Health & Human Services ("DH&HS")	1,103,521	1,061,645
Grant monies - Department of Health	792,530	815,901
Other grant monies	192,043	159,522
OATSIH/ IRHD - other grants	30,888	18,927
DHHS - other grants	224,384	57,394
	<u>3,121,338</u>	<u>2,903,972</u>
Other Income		
Medicare income	249,425	180,163
Rental income	143,040	108,908
Interest income	322	1,840
Sundry income	55,621	186,161
	<u>448,408</u>	<u>477,072</u>
Total Revenue	<u>3,569,746</u>	<u>3,381,044</u>

NOTE 3: GRANTS RECEIVED DURING THE YEAR

Grant monies - OATSIH/ IRHD	777,972	878,672
Grant monies - DH&HS	1,199,885	1,005,116
Grant monies - DET Best Start program	112,890	110,676
Department of Health	764,024	-
Department of Prime Minister & Cabinet	56,402	-
Department of Social Services	31,902	-
Other grant monies	149,758	145,647
	<u>3,092,833</u>	<u>2,140,111</u>

DANDENONG & DISTRICT ABORIGINES CO-OPERATIVE LIMITED
ABN 34 256 073 685

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

		2015	2014
		\$	\$
NOTE 4: SURPLUS			
Surplus has been determined after:			
Depreciation of property, plant and equipment	- OATSIH/	27,125	39,309
	- Other	69,749	102,668
		<u>96,874</u>	<u>141,977</u>
NOTE 5: CASH AND CASH EQUIVALENTS			
Cash at bank - OATSIH/ IRHD		-	406,910
- Other		3,095,847	2,539,814
		<u>3,095,847</u>	<u>2,946,724</u>
NOTE 6: TRADE AND OTHER RECEIVABLES			
Sundry debtors		61,104	21,743
Less: provision for doubtful debts		(953)	(953)
		<u>60,151</u>	<u>20,790</u>
NOTE 7: PROPERTY, PLANT AND EQUIPMENT			
Freehold land at cost		1,284,000	1,284,000
		<u>1,284,000</u>	<u>1,284,000</u>
Buildings at cost		2,707,620	2,707,620
Less: accumulated depreciation		(890,214)	(835,826)
		<u>1,817,406</u>	<u>1,871,794</u>
Plant and equipment at cost	- OATSIH/ IRHD	331,126	332,176
	- Other	186,107	189,280
		<u>517,233</u>	<u>521,456</u>
Less: accumulated depreciation	- OATSIH/ IRHD	(278,236)	(266,733)
	- Other	(146,459)	(130,956)
		<u>(424,695)</u>	<u>(397,689)</u>
		<u>92,538</u>	<u>123,767</u>
Motor vehicles at cost	- OATSIH/ IRHD	31,680	31,680
	- Other	180,985	180,985
		<u>212,665</u>	<u>212,665</u>
Less: accumulated depreciation	- OATSIH/ IRHD	(31,680)	(31,680)
	- Other	(171,215)	(166,763)
		<u>(202,895)</u>	<u>(198,443)</u>
		<u>9,770</u>	<u>14,222</u>
Total property, plant and equipment		<u>3,203,714</u>	<u>3,293,783</u>

NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2015

	2015 \$	2014 \$
NOTE 8: TRADE AND OTHER PAYABLES		
Creditors - OATSIH/ IRHD	22,625	64,841
- Other	93,114	40,369
Unexpended grants	<u>888,940</u>	<u>917,474</u>
	<u>1,004,679</u>	<u>1,022,685</u>
Unexpended grants comprise the following:		
Bringing Them Home - OATSIH/ IRHD	23,347	43,186
Medical outreach - OATSIH/ IRHD	-	17,994
IT Upgrade - OATSIH/ IRHD	1,259	2,644
Bunurong Health Services - OATSIH/ IRHD	8,949	3,814
HACC - DH&HS	-	58,995
HACC Minor Capital - DH&HS	52,888	-
Family Support - DH&HS	66,779	56,327
Mental health project - DH&HS	13,920	14,084
Mental health outreach - DH&HS	34,722	43,889
Koori maternity services - DH&HS	60,041	69,107
Mental health week	-	1,652
AHPACC - DH&HS	658	52,126
Aboriginal Best Start - DET	48,043	65,375
Family violence - DH&HS	31,843	18,971
Housing R & M - DH&HS	14,857	14,857
ACCHO accreditation - DH&HS	5,136	12,273
Respite support group	1,026	1,026
Youth	2,926	73,937
Spirit Trax - School Focused Youth Service	4,255	4,255
Family services - AFLDM - DH&HS	3,524	3,524
Aboriginal Services - Capacity Building - DH&HS	981	1,216
Youth group activities	1,295	2,035
CDG Health Lifestyles Brokerage	10,000	10,000
Family violence white ribbon week	-	1,000
Aboriginal Community Justice Panel - VALS	1,783	9,745
QUMAX - Pharmacy Guild Australia	20,231	18,872
Footy/Netball Carnival	314	314
Victims Assist & Counselling - DOJ	6,000	6,000
L I N Youth - OAAV	1,000	1,000
Tackling Smoking & Healthy Lifestyles Workforce - DH&HS	372,901	282,098
Tackling Smoking Fund - DH&HS	-	16,422
CTG Management Training - DH&HS	447	6,791
Young Tjaegan's Warriors - DOJ	1,644	3,945
VMA	446	-
Male Aboriginal Health Worker	80,000	-
CVD Project	682	-
Koori Health Champions	12,136	-
No Shame, Health & Culture	4,907	-
	<u>888,940</u>	<u>917,474</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014	
	\$	\$	
NOTE 8: TRADE AND OTHER PAYABLES (Cont'd)			
Glossary of acronyms			
OAAV	Office of Aboriginal Affairs Victoria		
AHPACC	Aboriginal Health Promotion and Chronic Care		
DEECD	Department of Education and Early Childhood Development		
DEEWR	Department of Education, Employment and Workplace Relations		
DH&HS	Department of Health & Human Services		
DSS	Department of Social Services		
DoHA	Department of Health and Ageing		
DOJ	Department of Justice		
ER	Emergency Relief		
FaHCSIA	Department of Family and Community Services and Indigenous Affairs		
HACC	Home and Community Care		
ICACC	The Inter Council Aboriginal Consultative Committee		
NAIDOC	National Aboriginal and Islander Day Observance Committee		
OATSIH	Office of Aboriginal and Torres Strait Islander Health		
OIPC	Office of Indigenous Policy Coordination		
PIRS	Patient Information Recall System		
VALS	Victorian Aboriginal Legal Service		
IRHD	Indigenous & Rural Health Division		
DET	Department of Education & Training		
ACJP	Aboriginal Community Justice Panel		
NOTE 9: PROVISIONS			
Current			
Provision for annual leave	- OATSIH/ IRHD	71,793	73,090
	- Other	99,142	59,938
Provision for long service leave	- OATSIH/ IRHD	34,932	42,065
	- Other	48,240	42,240
		<u>254,107</u>	<u>217,333</u>
Non Current			
Provision for long service leave	- OATSIH/ IRHD	12,436	7,423
	- Other	17,177	7,454
		<u>29,613</u>	<u>14,877</u>
Total provisions		<u>283,720</u>	<u>232,210</u>
Movements in provisions			Employee
			Benefits
			\$
Opening balance			232,210
Additional provision			173,990
Amounts utilised			- 122,480
Closing balance			<u>283,720</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 10 RESERVES

Asset revaluation

The asset revaluation reserve records revaluations of non-current assets.

Capital grants

The capital grants reserve records assets at written down value purchased with grant funds.

Special purpose

The special purpose reserve records an allocation of rental receipts in excess of expenditure.

	2015	2014
NOTE 11: KEY MANAGEMENT PERSONNEL COMPENSATION	\$	\$
Key management personal compensation	<u>283,492</u>	<u>287,020</u>
	<u>283,492</u>	<u>287,020</u>

Directors do not receive any remuneration for attending meetings.

NOTE 12: OPERATING LEASE COMMITMENTS

Payable		
Not later than 12 months	84,553	59,374
Between 12 months and 5 years	<u>80,730</u>	<u>36,602</u>
	<u>165,283</u>	<u>95,976</u>

This comprises of 12 (2014: 8) motor vehicle operating leases over two to five years with monthly repayments, and the operating lease of a photocopier over five years with monthly repayments.

DANDENONG & DISTRICT ABORIGINES CO-OPERATIVE LIMITED
ABN 34 256 073 685

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 13: RELATED PARTY TRANSACTIONS

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

NOTE 14: EVENTS AFTER THE BALANCE SHEET DATE

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

NOTE 15: AUDITORS REMUNERATION

	2015	2014
	\$	\$
Audit of the financial statements	24,000	24,000
Consulting services	<u>5,981</u>	<u>5,400</u>
	<u>29,981</u>	<u>28,230</u>

NOTE 16: CO-OPERATIVE DETAILS

The registered office and principal place of business of the Co-operative is:

Dandenong & District Aborigines Co-operative Limited
62 Stud Road
DANDENONG VIC 3175

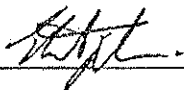
DIRECTORS' DECLARATION

The directors of the Dandenong & District Aborigines Co-operative Limited declare that:

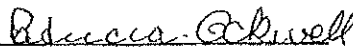
1. the financial statements and notes as set out on pages 6 to 21:
 - (a) comply with Australian Accounting Standards - Reduced Disclosure Requirements, the Co-operatives National Law Application Act 2013 and the Australian Charities and Not-for profits Commission Act 2012; and
 - (b) give a true and fair view of the financial position of the Co-operative as at 30 June 2015 and of its performance for the year ended on that date.

2. in the directors' opinion there are reasonable grounds to believe that the Co-operative 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.



Stewart Taylor
Director



Patricia Ockwell
Director

Dated this 22nd day of October 2015.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DANDENONG & DISTRICT ABORIGINES CO-OPERATIVE LIMITED

We have audited the accompanying financial report of Dandenong & District Aborigines Co-operative Limited, which comprises the balance sheet as at 30 June 2015 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the Co-operative are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that 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 entity'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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the *Division 60 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 Dandenong & District Aborigines Co-operative Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

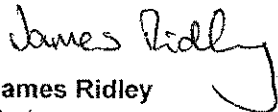
**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF DANDENONG & DISTRICT ABORIGINES CO-OPERATIVE LIMITED
(Continued)**

Opinion

In our opinion, the financial report of Dandenong & District Aborigines Co-operative Limited is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Co-operative's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

McLean Delmo Bentleys Audit Pty Ltd
McLean Delmo Bentleys Audit Pty Ltd


James Ridley
Partner

Hawthorn
13 October 2015