

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Financial Statements

For the Year Ended 30 June 2021

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

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For the Year Ended 30 June 2021

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Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Directors' Report

30 June 2021

The directors present their report on Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation for the financial year ended 30 June 2021.

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:

Dorothy West

Nelson Conboy

Tanya Orman

Jennifer Enosa

John (Tadam) Lockyer

Vince Coulthard

Noami Moran

Vince Coulthard

Karen Paterson (appointed May 2021)

Dre Ngatokorua (appointed May 2021)

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

Principal activities

The principal activity of Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation during the financial year was representing Indigenous broadcasting and media.

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

2. Operating results and review of operations for the year

Operating results

The profit of the Corporation after providing for income tax amounted to \$ 45,429 (2019: \$ 298,885).

3. Other items

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Corporation during the year.

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Directors' Report

30 June 2021

3. Other items

Events after the reporting date

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

Future developments and results

Likely developments in the operations of the Corporation and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Corporation.

Environmental issues

The Corporation's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.


Indemnification and insurance of officers and auditors

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 Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation.

Auditor's independence declaration

The lead auditor's independence declaration in accordance with the *Corporations (Aboriginal and Torres Strait Islander) Act 2006*, for the year ended 30 June 2021 has been received and can be found on page 3 of the financial report.

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

Director: 

Director: 

Dated this **3rd** day of March 2022.

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2021

	2021	2020
	\$	\$
Grant revenue	2,290,243	2,528,817
Other income	477,756	651,993
Employee benefits expense	(1,338,006)	(1,233,041)
Depreciation expense	(29,652)	(23,559)
Other expenses from ordinary operating activities	(1,354,911)	(1,625,325)
Surplus / (deficit) for the year	45,429	298,885
Total comprehensive income for the year	45,429	298,885

The accompanying notes form part of these financial statements.

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Statement of Financial Position

As At 30 June 2021

	Note	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	4,531,952	2,319,053
Trade and other receivables	5	84,292	14,954
Other assets	7	-	14,377
TOTAL CURRENT ASSETS		<u>4,616,244</u>	<u>2,348,384</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	-	29,652
TOTAL NON-CURRENT ASSETS		<u>-</u>	<u>29,652</u>
TOTAL ASSETS		<u>4,616,244</u>	<u>2,378,036</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	306,861	173,546
Employee benefits	10	182,864	73,298
Other financial liabilities	9	3,508,841	1,533,077
TOTAL CURRENT LIABILITIES		<u>3,998,565</u>	<u>1,779,921</u>
NON-CURRENT LIABILITIES			
Employee benefits	10	-	25,865
TOTAL NON-CURRENT LIABILITIES		<u>-</u>	<u>25,865</u>
TOTAL LIABILITIES		<u>3,998,565</u>	<u>1,805,786</u>
NET ASSETS		<u>617,679</u>	<u>572,250</u>
EQUITY			
Retained earnings		<u>617,679</u>	<u>572,250</u>
TOTAL EQUITY		<u>617,679</u>	<u>572,250</u>

The accompanying notes form part of these financial statements.

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Statement of Changes in Equity
For the Year Ended 30 June 2021

2021

	Retained Earnings
	\$
Balance at 1 July 2020	572,250
Total other comprehensive income for the year	45,429
Balance at 30 June 2021	<u>617,679</u>

2020

	Retained Earnings
	\$
Balance at 1 July 2019	<u>273,365</u>
Total other comprehensive income for the year	<u>298,885</u>
Balance at 30 June 2020	<u>572,250</u>

The accompanying notes form part of these financial statements.

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Statement of Cash Flows
For the Year Ended 30 June 2021

	2021	2020
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from grants	4,482,007	2,430,851
Payments to suppliers and employees	(2,475,903)	(2,861,384)
Interest received	2,108	8,578
Other receipts	204,688	763,356
Net cash provided by/(used in) operating activities	12 <u>2,212,899</u>	<u>341,401</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of borrowings	-	(9,026)
Net cash used by financing activities	<u>-</u>	<u>(9,026)</u>
Net increase/(decrease) in cash and cash equivalents held	2,212,899	332,375
Cash and cash equivalents at beginning of year	<u>2,319,053</u>	<u>1,985,678</u>
Cash and cash equivalents at end of financial year	4 <u>4,531,952</u>	<u>2,318,053</u>

The accompanying notes form part of these financial statements.

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Notes to the Financial Statements

For the Year Ended 30 June 2021

The financial report covers Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation as an individual entity. Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation is a not for profit Aboriginal Corporation, incorporated and domiciled in Australia.

The functional and presentation currency of Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation is Australian dollars.

Comparatives are consistent with prior years.

1 Basis of Preparation

In the opinion of the directors/board members that Corporation is not publicly accountable. These financial statements are Tier 2 general purpose financial statements that have been prepared and comply with Australian Accounting standards – Reduced Disclosure requirement adopted the Australian Accounting Standards board.

2 Summary of Significant Accounting Policies

(a) Income Tax

The corporation is not subject to income tax.

(b) Revenue and other income

Revenue is recognised when the associated performance obligations attached to revenue source have been satisfied.

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

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

(c) 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 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 2021

2 Summary of Significant Accounting Policies

(d) 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.

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 the costs of dismantling and restoring the asset, where applicable.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

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

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

Fixed asset class	Depreciation rate
Plant and Equipment	20% - 33%
Motor Vehicles	20%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

(e) Financial instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the corporation becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial Assets

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

(e) Financial instruments

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in profit or loss.

The Corporation's trade and other receivables fall into this category of financial instruments.

Significant receivables are considered for impairment on an individual asset basis when they are past due at the reporting date or when objective evidence is received that a specific counterparty will default.

Financial liabilities

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities depending on the purpose for which the liability was acquired.

The corporation's financial liabilities include trade and other payables, which are measured at amortised cost using the effective interest rate method.

(f) 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.

(g) Employee benefits

Provision is made for the Corporation's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

(h) Adoption of new and revised accounting standards

The corporation has adopted all standards which became effective for the first time at 30 June 2021, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the corporation.

3 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.

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Notes to the Financial Statements

For the Year Ended 30 June 2021

4 Cash and Cash Equivalents

	2021	2020
	\$	\$
Cash on hand	50	50
Bank balances	4,531,902	2,319,003
Total cash	4,531,952	2,319,053

Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:

Cash and cash equivalents	4,531,952	2,319,053
Balance as per statement of cash flows	4,531,952	2,319,053

5 Trade and Other Receivables

	2021	2020
	\$	\$
CURRENT		
Trade receivables	85,375	18,218
Provision for impairment	-	(5,499)
Provision for doubtful debts	(3,318)	
Deposits	2,235	2,235
Total current trade and other receivables	84,292	14,954

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Notes to the Financial Statements

For the Year Ended 30 June 2021

6 Property, plant and equipment

	2021	2020
	\$	\$
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	43,433	43,433
Accumulated depreciation	(43,433)	(32,835)
Total plant and equipment	<u>-</u>	<u>10,598</u>
Motor vehicles		
At cost	121,589	121,589
Accumulated depreciation	(121,589)	(103,922)
Total motor vehicles	<u>-</u>	<u>17,667</u>
Computer equipment		
At cost	4,750	4,750
Accumulated depreciation	(4,750)	(3,363)
Total computer equipment	<u>-</u>	<u>1,387</u>
Total plant and equipment	<u>-</u>	<u>29,652</u>
Total property, plant and equipment	<u>-</u>	<u>29,652</u>

(a) Movements in carrying amounts of property, plant and equipment

	Plant and Equipment	Motor Vehicles	Communication Equipment	Total
	\$	\$	\$	\$
Year ended 30 June 2021				
Balance at the beginning of year	10,598	17,667	1,387	29,652
Depreciation expense	(10,598)	(17,667)	(1,387)	(29,652)
Balance at the end of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

7 Other Assets

This balance represents payments made on credit cards that are yet to be allocated and are therefore carried forward until the directors can ascertain exactly what they relate to.

	2021	2020
	\$	\$
CURRENT		
Prepayments	-	14,377
Total other	<u>-</u>	<u>14,377</u>

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Notes to the Financial Statements

For the Year Ended 30 June 2021

8 Trade and Other Payables

	2021	2020
	\$	\$
Current		
Trade payables	13,558	116,080
GST payable	278,035	11,895
Sundry payables and accrued expenses	15,268	45,571
	306,861	173,546

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying amounts are considered to be a reasonable approximation of fair value.

9 Other Financial Liabilities

	2021	2020
	\$	\$
CURRENT		
Income in advance	648,681	828,990
Unexpended grants	2,826,937	704,087
Accrued Expenses	33,223	-
Total	3,508,841	1,533,077

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Notes to the Financial Statements

For the Year Ended 30 June 2021

10 Employee Benefits

	2021	2020
	\$	\$
Current liabilities		
Provision for annual leave	<u>182,864</u>	73,298
Non-current liabilities		
Long service leave	<u>-</u>	<u>25,865</u>

11 Auditors' Remuneration

	2021	2020
	\$	\$
Perks Audit Pty Ltd (2020: Brian Tucker Audit)		
- auditing or reviewing the financial statements	<u>-</u>	<u>8,500</u>

12 Cash Flow Information

(a) Reconciliation of result for the year to cashflows from operating activities

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

	2021	2020
	\$	\$
Profit for the year	45,429	298,885
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	29,652	23,559
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(54,961)	119,941
- (increase)/decrease in other assets	-	(14,377)
- increase/(decrease) in trade and other payables	166,537	25,814
- increase/(decrease) in unexpended grants	2,122,850	(705,557)
- increase/(decrease) in income in advance	(180,309)	607,591
- increase/(decrease) in employee benefits	83,701	(14,455)
Cashflows from operations	<u>2,212,899</u>	<u>341,401</u>

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Notes to the Financial Statements

For the Year Ended 30 June 2021

13 Events Occurring After the Reporting Date

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

14 Statutory Information

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

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation
Yuendumu NT 0872

Directors' Declaration

The directors of the Company declare that:

1. the financial statements and notes for the year ended 30 June 2021 are in accordance with the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and:
 - a. comply with Accounting Standards, which, as stated in basis of preparation Note 1 to the financial statements, constitutes explicit and unreserved compliance with International Financial Reporting Standards (IFRS); and
 - b. give a true and fair view of the financial position and performance of the Corporation;
2. In the directors' opinion, there are reasonable grounds to believe that the Corporation 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 Director

Director:



.....

Director:



Dated this**3rd**..... day of March 2022

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Detailed Profit and Loss Statement

For the Year Ended 30 June 2021

	2021	2020
	\$	\$
Grant Income		
Grants received	2,650,076	1,823,260
Unexpended grants brought forward	2,000	1,409,644
Unexpended grants carried forward	(361,833)	(704,087)
Total grant income	2,290,243	2,528,817
Other income		
Rendering of services	93,873	216,234
Event income	39,371	136,285
Jobkeeper	178,500	84,000
Sponsorships received	14,545	72,091
Cashflow boost	37,500	62,500
Reimbursements	19,745	29,560
Sundry revenue	1,253	18,449
Rent income	7,000	14,412
Interest received	2,108	8,578
Membership income	6,495	4,240
Hire income	955	4,138
Donations received	-	1,503
IndigiTUBE	13,897	3
Travel	62,513	-
Total other income	477,756	651,993
Total income	2,767,999	3,180,810
Expenses		
Wages	1,162,858	1,142,488
Travel and accommodation	200,750	305,673
Administration fee	83,893	222,312
Training services	265,415	204,568
Media production services	32,387	140,164
Mentor support	151,233	131,108
Superannuation	104,931	105,009
Equipment purchased for other organisations	12,731	80,625
Information technology	195,927	55,756
Catering	7,409	54,582
Consultancy	68,854	42,185
Rent	50,188	41,961
Marketing and promotions	9,225	40,496
Accounting/Audit Fee	39,484	35,787
Venue hire	293	35,235
Printing and stationary	24,227	26,953
Motor vehicle expenses	38,456	25,085
Depreciation	29,652	23,559
Hire of equipment	1,353	22,366
Contractors	6,625	20,625
Telecommunications	20,194	18,416

Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation

Detailed Profit and Loss Statement

For the Year Ended 30 June 2021

	2021	2020
	\$	\$
Insurance	11,377	11,816
Event production services	720	10,952
Postage	1,225	10,448
Subscriptions	16,181	10,337
Performance fees	9,027	10,030
Audit	28,230	10,000
Consumables	33	-
Facilitators	4,125	8,950
Electricity and gas	6,858	7,501
Merchandise	9,593	7,103
Board expenses	-	5,552
Bad debts	2,818	5,499
Prizes	-	5,398
Cleaning	4,946	4,317
Advertising	1,750	-
Production/workshop materials	9,655	4,260
Foreign Currency Gains & Losses	11	-
Professional development	1,630	3,636
Communication expenses	18,000	-
Data collection, evaluating and reporting	-	2,015
Bank fees	445	1,266
Repairs and maintenance	1,077	1,113
Licensing	750	500
Office Supplies	9,180	-
Other expenses	8,407	402
Entertainment	229	178
Interest expense	-	131
Legal fees	-	23
Movement in leave provisions	70,217	(14,456)
Total expenses	<u>2,722,570</u>	<u>2,881,924</u>
Total surplus	<u>45,429</u>	<u>298,886</u>