

KINGLAKE RANGES FOUNDATION ACN 149 024 135
AS TRUSTEE FOR
KINGLAKE RANGES FOUNDATION TRUST
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2016

Last Year		This Year	
\$		\$	\$
	REVENUE		
30,543	Interest Received	-	
<u>30,543</u>		<u>-</u>	
	LESS EXPENSES		
120	Advertising	-	
62,054	Foundation Expenses	87,165	
3,636	Grants Management System	3,636	
2,790	Professional Fees - Audit	-	
-	Sundry Expenses	44	
3,000	Training, Forums and Associated Costs	-	
16,600	Grant Payments Made - Round 1	14,905	
65,869	Grant Payments Made - Round 2	8,210	
-	Grant Payments Made - Round 3	68,915	
-	Grant Payments Made - Round 4	196,728	
-	Grant Payments Made - Round 5	36,000	
<u>154,069</u>		<u>-</u>	<u>415,603</u>
(123,526)	SURPLUS / (DEFICIT) BEFORE TAX		(415,603)
12,462	PRIOR PERIOD ADJUSTMENT		-
<u>(135,988)</u>	TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>(415,603)</u>

These financial statements should be read in conjunction with the notes to the financial statements.

**KINGLAKE RANGES FOUNDATION ACN 149 024 135
AS TRUSTEE FOR
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2016**

Last Year		This Year	
\$		\$	\$
1,002,838	OPENING BALANCE		866,850
(135,988)	Total Comprehensive Income for Year	(415,603)	
<u>(135,988)</u>			<u>(415,603)</u>
<u>866,850</u>	BALANCE AT 30 JUNE 2016		<u>451,247</u>

These financial statements should be read in conjunction with the notes to the financial statements.

KINGLAKE RANGES FOUNDATION ACN 149 024 135
AS TRUSTEE FOR
KINGLAKE RANGES FOUNDATION TRUST
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

Last Year		This Year	
\$		\$	\$
	CURRENT ASSETS		
10	Cash on Hand	10	
940,039	Cash at Bank	537,802	
14,118	Sundry Debtors	20,316	
954,167			558,128
954,167	TOTAL ASSETS		558,128
	LIABILITIES		
87,317	Trade and Sundry Creditors	106,881	
87,317			106,881
866,850	NET ASSETS		451,247
	EQUITY		
10	Settled Sum		10
866,840	Trust Fund		451,237
866,850	TOTAL EQUITY		451,247
866,850			451,247

These financial statements should be read in conjunction with the notes to the financial statements.

**KINGLAKE RANGES FOUNDATION ACN 149 024 135
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**STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 30 JUNE 2016**

Last Year		This Year	
\$		\$	\$
	OPERATING ACTIVITIES		
(80,424)	Payment to Grantees		(321,647)
30,543	Interest Received		-
(9,834)	Payments to Suppliers		(80,590)
<u>(59,715)</u>	NET CASH PROVIDED BY OPERATING ACTIVITIES		<u>(402,237)</u>
(59,715)	NET CHANGE IN CASH		(402,237)
999,754	CASH - BEGINNING OF THE YEAR		940,039
<u>940,039</u>	CASH - END OF THE YEAR		<u>537,802</u>

RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES

(135,988)	Net Surplus / (Deficit) for the period	(415,603)
(11,044)	Net Change in Sundry Debtors	(6,198)
87,317	Net Change in Trade and Sundry Creditors	19,564
<u>(59,715)</u>	Net Cash from Operating Activities	<u>(402,237)</u>

These financial statements should be read in conjunction with the notes to the financial statements.

KINGLAKE RANGES FOUNDATION ACN 149 024 135
AS TRUSTEE FOR
KINGLAKE RANGES FOUNDATION TRUST
NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2016

Note 1: Summary of Significant Accounting Policies

The Kinglake Ranges Foundation Trust was created by a Deed of Trust dated 13th November 2012 between the State of Victoria, as trustee of the 2009 Victorian Bushfire Appeal Trust Account (the Founder) and Kinglake Ranges Foundation ACN 149 024 135 (the Trustee).

Reporting Basis and Conventions

The trustee has prepared the financial statements on the basis that the trust is a reporting entity because users exist who are dependant on these general purpose financial statements.

The financial statements have been prepared in accordance with mandatory Australian Accounting Standards. The significant accounting policies disclosed below have been determined by the trustee as appropriate to meet the needs of users. Such accounting policies are consistent with the previous period unless stated otherwise. The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The material accounting policies that have been adopted in the preparation of the statements are as follows:

Accounting Policies

(a) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (i.e. 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.

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FOR THE YEAR ENDED 30 JUNE 2016

The effective interest 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.

(i) Financial Assets at fair value through profit or 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.

(ii) Loans and other 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.

(iii) 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 entity's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

(iv) Financial liabilities

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

(v) Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

(b) Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the entity 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.

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NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2016

(c) 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 short-term borrowings in current liabilities on the statement of financial position.

(d) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at the end of the reporting period and where the outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

(e) 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 statement of financial position are shown inclusive of GST.

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

(f) Critical Accounting Estimates and Judgments

The trustee evaluations, estimates and judgments incorporated into the financial statements are 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 company.

(g) Grant Payments

Payments of Grants are only recognised as an expense of the Trust at the point in time that the Grant Recipient has performed all requirements in accordance with the Grant Agreement to allow payment to be made.

**KINGLAKE RANGES FOUNDATION ACN 149 024 135
AS TRUSTEE FOR
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**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2016**

Note 2: Grant Payments Made

Last Year \$		This Year \$
Round 1		
-	Community Leadership Loddon Murray Inc	15,000
10,000	Firefoxes Aust Women Rising Together from Black Saturday	-
-	Kinglake Ranges Neighbourhood House	3,951
-	Kinglake Ranges Arts Inc	(4,046)
6,600	Kinglake West CFA	-
16,600		14,905
Round 2		
2,409	Allwood Neighbourhood House Inc	-
3,183	First Kinglake Scout Group	-
9,494	Kinglake Ranges Mens Shed Inc	-
20,000	Kinglake Ranges Neighbourhood House Inc	14,356
7,173	Kinglake Trust Reserve Inc	(7,172)
1,364	Middle Kinglake Primary School	-
5,000	Rotary Club of Kinglake Ranges Inc (Arts Show)	-
13,246	Rotary Club of Kinglake Ranges Inc (Foggy Mountain)	(2,474)
500	Rotary Club of Kinglake Ranges Inc (Market)	-
3,500	Whittlesea Community House Inc	3,500
65,869		8,210
Round 3		
-	Upper Goulburn Landcare	4,234
-	Toolangi Castella Community House	4,329
-	Kinglake Ranges Childcare Centre	8,234
-	Kinglake Ranges Blue Light (Disco and Youth Activities)	9,529
-	Flowerdale Men's Shed (Men's Choir)	4,000
-	Kinglake West Primary School (Shed)	5,739
-	Rotary Club Kinglake Ranges (Street Beautification Project)	11,400
-	Foggy Mountain Inc (Bluegrass Festival)	21,450
-		68,915

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**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2016**

Last Year		This Year
\$		\$
	Round 4	
-	Middle Kinglake Primary School (Parent/Child Evenings)	1,364
-	Middle Kinglake Primary School (History Project)	3,182
-	1st Kinglake Scouts (Trailer)	5,500
-	Toolangi Castella Community House (Fauna Project)	10,909
-	Flowerdale Reserve Committee	1,319
-	Flowerdale Community House (Flowerdale Flyer Project)	23,636
-	Flowerdale Landcare (Events and Equipment)	3,250
-	Yea District Memorial Hospital (Connected Garden Project)	12,727
-	Rotary Club Kinglake Ranges (Art Show Equipment)	5,000
-	Kinglake Ranges Aquatic Centre	18,260
-	Ellimatta Youth Inc (Connecting Kinglake Ranges Youth Project)	36,581
-	Firefoxes Australia	75,000
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	Round 5	
-	Toolangi Castella Community House (Fitness Program)	10,000
-	Kinglake Ranges Neighbourhood House	26,000
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Note 3: Prior Period Adjustment

Last Year		This Year
\$		\$
	Expense owing to Kinglake Ranges Foundation for expenses required to operate the Foundation and the Trust, not recognised in the 2014 Financial Statements.	
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**KINGLAKE RANGES FOUNDATION ACN 149 024 135
AS TRUSTEE FOR KINGLAKE RANGES FOUNDATION TRUST**

STATEMENT BY TRUSTEE

In the opinion of the Trustee, the accompanying accounts have been drawn up so as to present fairly:

1. The results of the operations of the trust for the period ended 30 June 2016.
2. The state of affairs of the trust as at that date.



Michael Nardella
Director - Kinglake Ranges Foundation
Date: 22/11/2016

GRAEME F DELANY PTY LTD
CERTIFIED PRACTICING ACCOUNTANT
(A.B.N. 42 007 268 073)

Liability limited by a scheme approved under Professional Standards Legislation

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Independent audit report

To the members of Kinglake Ranges Foundation Trustee for the Kinglake Ranges Foundation Trust,

We have audited the accompanying financial report, being a special purpose financial report, of Kinglake Ranges Foundation Trustee for the Kinglake Ranges Foundation Trust, which comprises the statement of financial position as at 30th June 2016, the statement of comprehensive income for the year then ended, statement of changes in equity and cash flow statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information

Committee of management responsibility for the financial report

The members of the Committee of management are responsible for the preparation and fair presentation of the financial report and have determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Reform Act 2012(Vic) and the needs of the members. The Committee of management's responsibility also includes such internal control as the members of the Committee of management determine is necessary to enable the preparation and fair presentation of a 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 have 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 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 Association's preparation of the financial report 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 Committee of management, 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 Australian professional accounting bodies.

Electronic publication of the audited financial report

It is our understanding that the Kinglake Ranges Foundation Trustee for the Kinglake Ranges Foundation Trust intends to electronically present the audited financial report and auditor's report on its internet website. Responsibility for the electronic presentation of the financial report on the Kinglake Ranges Foundation Trustee for the Kinglake Ranges Foundation Trust website is that of those charged with governance of the Kinglake Ranges Foundation Trustee for the Kinglake Ranges Foundation Trust. The security and controls over information on the website should be addressed by the Kinglake Ranges Foundation Trustee for the Kinglake Ranges Foundation Trust to maintain the integrity of the data presented. The examination of the controls over the electronic presentation of audited financial report on the Kinglake Ranges Foundation Trustee for the Kinglake Ranges Foundation Trust website is beyond the scope of the audit of the financial report.

Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of Kinglake Ranges Foundation Trustee for the Kinglake Ranges Foundation Trust as at 30TH June 2016 and of its financial performance and its cash flows for the year then ended on that date and complies with Australian Accounting Standards to the extent described in Note 1.

We do make note that superannuation should be paid in a more timely matter, at least quarterly.

Basis of accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling Committee of Management reporting responsibilities. As a result, the financial report may not be suitable for another purpose.



Certified Practising Accountant

18/11/2016