

GOULBURN MURRAY LOCAL LEARNING AND EMPLOYMENT NETWORK
ABN 82 259 471 365

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 December 2016

	Note	2016 \$	2015 \$
Revenue from Ordinary Activities	2	406,299	337,358
Employee Benefits Expense	3	(191,282)	(47,799)
Other Expenses from Ordinary Activities	4	(98,249)	(282,189)
Profit/(loss) before income tax		<u>116,768</u>	<u>7,370</u>
Income tax expense	1	-	-
Profit/(loss) for the year		<u>116,768</u>	<u>7,370</u>
Other comprehensive income			
Other comprehensive income		-	-
Other comprehensive income for the year		-	-
Total comprehensive income for the year		<u>116,768</u>	<u>7,370</u>
Profit attributable to the entity		<u>116,768</u>	<u>7,370</u>
Total comprehensive income attributable to the entity		<u>116,768</u>	<u>7,370</u>

The accompanying notes form part of these financial statements

GOULBURN MURRAY LOCAL LEARNING AND EMPLOYMENT NETWORK
ABN 82 259 471 365

STATEMENT OF FINANCIAL POSITION
AS AT 31 December 2016

	Note	2016 \$	2015 \$
Current assets			
Cash and cash equivalents	6	225,303	46,281
Receivables		440	25,542
Total current assets		225,743	71,823
Non-current assets			
Property, plant and equipment	7	-	-
Total Assets		225,743	71,823
Current liabilities			
Trade and other payables	8	26,954	85,668
Grants in advance	9	116,513	(15,325)
Provision for employee entitlements	10	5,467	-
Total current liabilities		148,934	70,342
Non-current liabilities			
Trade and other payables	11	-	41,439
Total liabilities		148,934	111,781
Net assets		76,809	(39,958)
Equity			
Retained Earnings		76,809	(39,958)
Total equity		76,809	(39,958)

The accompanying notes form part of these financial statements

GOULBURN MURRAY LOCAL LEARNING AND EMPLOYMENT NETWORK
ABN 82 259 471 365

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 December 2016

	Retained Earnings \$
Balance at 31 December 2014	(47,328)
Profit attributable to the GM LLEN	<u>7,370</u>
Balance at 31 December 2015	<u>(39,958)</u>
Profit attributable to the GM LLEN	<u>116,768</u>
Balance at 31 December 2016	<u><u>76,809</u></u>

The accompanying notes form part of these financial statements

GOULBURN MURRAY LOCAL LEARNING AND EMPLOYMENT NETWORK
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 December 2016

	Note	2016 \$	2015 \$
Cash flows from operating activities			
Grant income		555,440	272,380
Interest received		2,120	1,275
Other income		5,677	52,514
Net GST remitted to Tax Office		29,969	(32,274)
Payments to suppliers employees and beneficiaries		<u>(414,184)</u>	<u>(307,527)</u>
Net cash provided by (used in) operating activities	12	<u>179,022</u>	<u>(13,633)</u>
Cash flows from investing activities		<u>-</u>	<u>-</u>
Net cash provided by (used in) investing activities		<u>-</u>	<u>-</u>
Cash flows from financing activities		<u>-</u>	<u>-</u>
Net cash provided by (used in) financing activities		<u>-</u>	<u>-</u>
Net increase (decrease) in cash held		<u>179,022</u>	<u>(13,633)</u>
Cash at beginning of the financial year		<u>46,281</u>	<u>59,914</u>
Cash at end of financial year	6	<u><u>225,303</u></u>	<u><u>46,281</u></u>

The accompanying notes form part of these financial statements

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 December 2016

1. Statement of accounting policies

The financial statements are for the Goulburn Murray Local Learning and Employment Network (GM LLEN) as an individual entity, incorporated and domiciled in Australia. GM LLEN is an incorporated association established in Australia.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board and the Corporations Act 2001.

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

The financial statements have been prepared on an accruals basis and are based on historical costs, modified where applicable by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Accounting Policies

Income Tax

Under Subdivision 50 of the Income Tax Assessment Act 1997, the GM LLEN is exempt from the payment of income tax.

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 losses.

Impairment

At each reporting date, the GM LLEN reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the assets fair value less costs to sell and value-in-use, is compared to the assets carrying value. Any excess of the assets carrying value over its recoverable amount is expensed to the statement of comprehensive income.

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

Employee Entitlements

Provision is made for the GM LLEN's liability for employee benefits arising from services rendered by employees to the end of the reporting date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Cash and cash equivalents

Cash and cash equivalents include cash on hand and deposits held at-call with banks.

Revenue

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

Reporting Period

The GM LLEN changed its reporting period from a financial year to a calendar year to align with the Government reporting requirements which are calendar year based. Comparatives have been reported on a calendar year based on audited reporting to Government.

GOULBURN MURRAY LOCAL LEARNING AND EMPLOYMENT NETWORK
ABN 82 259 471 365

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 December 2016

	Note	2016	2015
		\$	\$
2. Revenue			
Ordinary activities			
Grants		398,062	283,569
Project Income		6,117	52,514
Interest		2,120	1,275
		<u>406,299</u>	<u>337,358</u>
3. Employee benefits expense			
Wages		174,132	43,606
Superannuation		16,823	3,570
Workcover		326	622
		<u>191,282</u>	<u>47,799</u>
4. Other expenses from ordinary activities			
Other expenses		95,755	255,428
Fringe benefits tax		2,494	21,787
Depreciation		-	4,975
		<u>98,249</u>	<u>282,189</u>
5. Remuneration of Auditors			
Auditing Services		5,400	3,300
(included within other expenses above)			
6. Cash and cash equivalents			
Cash at Bank		225,303	46,281
		<u>225,303</u>	<u>46,281</u>
8. Payables			
Creditors and accrued charges		8,268	11,224
PAYG liabilities		5,440	1
GST payable		13,246	14,443
FBT provision		-	60,000
		<u>26,954</u>	<u>85,668</u>
9. Revenue received in advance			
Grants from Government received in advance		116,513	(15,325)
10. Provision for employee entitlements			
Annual leave provision		5,467	-
11 Non-current liabilities			
FBT Provision		-	41,439

GOULBURN MURRAY LOCAL LEARNING AND EMPLOYMENT NETWORK
ABN 82 259 471 365

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 December 2016

	Note	2016 \$	2015 \$
12. Cash flow information			
Reconciliation of cashflow from operations with profit after income tax			
Profit (Loss) attributable to the entity		116,768	7,370
Non-cash flows in profit			
Depreciation		-	4,975
Charges to/(from) provisions for employee entitlements		5,467	-
		<u>122,235</u>	<u>12,345</u>
Changes in assets and liabilities			
(Increase)/decrease in Receivables		25,104	4,136
Increase/(decrease) in Creditors & Accruals		31,683	(30,114)
Net Cash provided by Operating Activities		<u>179,022</u>	<u>(13,633)</u>

13. Financial risk management

The entity's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, and leases.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	Note	2016 \$	2015 \$
Financial assets			
Cash and cash equivalents	6	225,303	46,281
Receivables		440	25,542
Total financial assets		<u>225,743</u>	<u>71,823</u>
Financial liabilities			
Financial liabilities at amortised costs:			
- trade and other payables - current	8,9	143,467	70,342
- trade and other payables -non- current	11	-	41,439
Total financial liabilities		<u>143,467</u>	<u>111,781</u>

Net fair values

Fair values of held-to-maturity investments are based on quoted market prices at the ending of the reporting period.

14. Segment reporting

The entity operates predominately in one business and geographical segment, being the education sector throughout the Goulburn Valley Community in Victoria, Australia.

15. GM LLEN details

The Principal Place of business is:

Goulburn Murray Local Learning and Employment Network
 31-71 Hawdon Street,
 Shepparton VIC 3630

GOULBURN MURRAY LOCAL LEARNING AND EMPLOYMENT NETWORK
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Members Declaration of the Incorporated Association

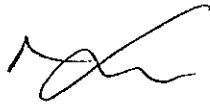
The members of the association declare that:

1. The financial statements and accompanying notes for 2016 are in accordance with:
 - (a) the Associations Incorporation Reform Act 2012, including giving a true and fair view of the financial position as at 31 December 2016 and the financial performance and cashflows for the year ended on that date,
 - (b) other mandatory professional reporting requirements.

2. In the members opinion there are reasonable grounds to believe that the GMLLEN 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 committee members of the incorporated association.

Chairperson



Trish Quibell

Treasurer



Andrew Mann

Dated

16/2/17



INDEPENDENT AUDIT REPORT

TO THE MEMBERS

GOULBURN MURRAY LOCAL LEARNING AND EMPLOYMENT NETWORK INC.

Opinion

We have audited the financial report of Goulburn Murray Local Learning and Employment Network Incorporated, which comprises the statement of financial position as at 31 December 2016, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies, and the committee's declaration.

In our opinion, the accompanying financial report presents fairly, in all material respects the financial position of the Goulburn Murray Local Learning and Employment Network Incorporated as at 31 December 2016, and its financial performance and its cash flows for the year ended in accordance with the financial reporting requirements of *Associations Incorporation Reform Act 2012*.

Basis for Opinion

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 Entity in accordance with 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 obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Report and Auditor's Report

Those charged with the governance are responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 31 December 2016, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Directors:

Adam Purtil, CPA
Karen Collins, CPA

160 Welsford Street, Shepparton VIC 3630
P.O. Box 5, Shepparton, VIC 3632

T (03) 5821 4622
F (03) 5821 1598

56 Denison Street, Finley NSW 2713
P.O. Box 229, Finley, NSW 2713

T (03) 5883 1477
F (03) 5883 2240

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

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report 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 this financial report.

As part of an audit in accordance with the 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 Entity'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 Entity 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 a 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 that we identify during our audit.



Adam Purtil – Director

GOULBURN MURRAY AUDIT SERVICES

160 Welsford St, Shepparton

DATE: 22/2/17