

# Financial Statements

Arid Lands Environment Centre Incorporated

ABN 50 100 640 918

For the year ended 30 June 2023

Prepared by Verve Group

## Contents

3	Board's Report
5	Statement of Profit or Loss
6	Statement of Assets and Liabilities
7	Statement of Changes in Equity
8	Statement of Cash Flows
9	Notes of the Financial Statements
16	Statement by Members of the Board Report
17	Auditor's Independence Declaration to the Board Members of Arid Lands Environment Centre Incorp
18	Independent Auditor Report
19	Disclaimer on Additional Information
20	Schedule 1 - Split of Operating Results

## Board's Report

### Arid Lands Environment Centre Incorporated For the year ended 30 June 2023

#### Board's Report

Your Board Members submit the financial report of Arid Lands Environment Centre for the financial year ended 30 June 2023.

#### Board Members

The names of Board Members throughout the year and at the date of this report are:

Isobel Milnes - Chair	Quinton Kenny - Board Member
David Jagger - Deputy Chair	Damien Williams - Board Member
Debbie Mason - Treasurer	Barbara Molanus - Board Member
Emma Buckley Lennox - Public Officer	Heather Smith - Board Member
Bruce Simmons - Board Member	

#### Board Members Changes

During the financial year, there have been changes in the composition of the Board Members. The following is a summary of the resignations that occurred:

1. Isobel Milnes has been appointed as Chair of the Board on the 30th of November 2022. Late in the 22-23 Financial year, she has resigned from the position as she is no longer a resident of Northern Territory which is a requirement as per clause 35(a)(iv) of the Arid Lands Environment Centre Incorporated constitution.
2. Roxanne Highfold, Sasha Kiessling and Paul Ah Chee have resigned from their positions on 30th November 2022.
3. Quinton Kenny, Damien Williams and Heather Smith have been appointed as Members of the Board on 30th of November 2022.
4. Barbara Molanus has resigned as a Chair of the Board on 30 November 2022 and was re-nominated as a General Board Member on the same date.

#### Principal Activities

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

#### Significant Changes

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

#### Operating Result

The Net Deficit amounted to (\$47,170) [2022: (\$166,025) Net Deficit].

#### Subsequent Events

There has not been any matter or circumstance occurring subsequent to the end of the financial year and not disclosed in the financial statements that has significantly affected, or may significantly affect, the operations of the Association, the results of those operations, or the state of affairs of the Association in future financial years.

**Auditor's Independence Declaration**

The auditor's independence declaration for the year ended 30 June 2023 has been received and can be found on page 16 of the financial report.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2013.



Board Member

David Jagger (Acting chairperson)

Date 23/11/23



Board Member

Date 23/ 11 / 2023

Debbie Mason - Treasurer

## Statement of Profit or Loss

### Arid Lands Environment Centre Incorporated For the year ended 30 June 2023

	NOTES	2023	2022
<b>Income</b>			
NT Government Grants		138,000	100,000
Project Grants	2	276,113	447,691
Earned Income	3	263,718	396,527
Donations Receipted		169,794	105,865
Donations Unreceipted		1,677	-
Membership and Fee		19,204	18,410
Other Revenue	4	41,444	21,517
<b>Total Income</b>		<b>909,949</b>	<b>1,090,009</b>
<b>Expenditure</b>			
Cost of Service Delivery	5	255,199	249,561
Management & Operational cost	6	74,425	131,780
Campaigns, Events & Promotion	7	2,988	10,934
Accounting & Audit		44,668	51,034
Depreciation		18,301	20,397
Motor Vehicle		4,640	11,250
Grants Repaid		-	20,140
Staff Costs	8	556,899	760,941
<b>Total Expenditure</b>		<b>957,120</b>	<b>1,256,035</b>
<b>Net (Deficit) / Surplus</b>		<b>(47,170)</b>	<b>(166,025)</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

## Statement of Assets and Liabilities

### Arid Lands Environment Centre Incorporated As at 30 June 2023

	NOTES	2023	2022
<b>Assets</b>			
<b>Current Assets</b>			
Cash & cash equivalents	9	257,358	467,412
Trade and other receivables	10	72,549	25,791
Prepayments		16,239	1,618
<b>Total Current Assets</b>		<b>346,145</b>	<b>494,822</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	11	119,650	129,679
<b>Total Non-Current Assets</b>		<b>119,650</b>	<b>129,679</b>
<b>Total Assets</b>		<b>465,796</b>	<b>624,501</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	12	122,006	128,660
Other current liabilities	14	77,364	160,897
Finance Lease		-	6,458
Provision for employee benefits		30,708	26,228
<b>Total Current Liabilities</b>		<b>230,078</b>	<b>322,243</b>
<b>Non-Current Liabilities</b>			
Finance lease		-	19,369
<b>Total Non-Current Liabilities</b>		<b>-</b>	<b>19,369</b>
<b>Total Liabilities</b>		<b>230,078</b>	<b>341,612</b>
<b>Net Assets</b>		<b>235,718</b>	<b>282,888</b>
<b>Member's Funds</b>			
Retained Profits		235,718	282,888
<b>Total Member's Funds</b>		<b>235,718</b>	<b>282,888</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.



## Statement of Changes in Equity

### Arid Lands Environment Centre Incorporated For the year ended 30 June 2023

	TOTAL EQUITY \$
<b>Equity</b>	
Balance at 1 July 2022	282,888
Net Deficit during the year	(47,170)
<b>Total Equity 30 June 2023</b>	<b>235,718</b>

	TOTAL EQUITY \$
<b>Equity</b>	
Balance at 1 July 2021	448,914
Net Deficit during the year	(166,026)
<b>Total Equity 30 June 2022</b>	<b>282,888</b>

## Statement of Cash Flows

### Arid Lands Environment Centre Incorporated For the year ended 30 June 2023

	2023	2022
<b>Statement of Cash Flows</b>		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	891,508	963,834
Payments to suppliers and employees	(1,090,499)	(1,259,184)
Interest received	360	252
Interest paid	(1,121)	-
Net cash (used in)/provided by operating activities	(199,752)	(295,098)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payments for property, plant and equipment	(22,346)	(17,036)
Proceeds from disposals of property, plant and equipment	37,871	-
Net cash used in investing activities	15,525	(17,036)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Net cash used in financing activities	(25,827)	(6,351)
Net Decrease in Cash	(210,054)	(318,485)
Cash at beginning of year	467,412	785,897
Cash at end of year	257,358	467,412



# Notes of the Financial Statements

## Arid Lands Environment Centre Incorporated For the year ended 30 June 2023

### 1. Summary of Significant Accounting Policies

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

#### (a) Statement of compliance

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

In preparing the special purpose financial report, the following Australian Accounting Standards required by the Australian Charities and Not-for-Profits Commission have been adopted, where applicable:

- AASB 101 Presentation of Financial Statements
- AASB 107 Statement of Cash Flows
- AASB 108 Accounting Policies, Changes in Accounting Estimates & Errors
- AASB 1048 Interpretation of Standards
- AASB 1054 Australian Additional Disclosures

The special purpose financial report has been prepared in accordance with the basis of preparation and accounting policies described below. Australian Accounting Standards Board, (AASBs) adopted by the Australian Accounting Standards Board ("AASB"), and other authoritative pronouncements of the AASB have been complied with to the extent stated below.

#### (b) Basis of preparation

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

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

#### (c) Income Tax

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

#### (d) Income

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

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

---

These notes should be read in conjunction with the attached compilation report.

**(e) Grant income**

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

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

**(f) Other income**

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

**(g) Goods and Services Tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

**(h) Cash and cash equivalents**

Cash on hand includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

**(i) Property, plant and equipment**

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

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

**(j) Depreciation**

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

**(k) Employee Benefits**

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

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

---

These notes should be read in conjunction with the attached compilation report.



**(I) Comparatives**

Comparative figures have been adjusted to conform to changes in presentation for the current financial year. Overall, the changes in reclassification in the comparative amount has \$nil effect in the Association's statement of profit or loss.

	2023	2022
<b>2. Project Grants</b>		
Grant Income	303,476	461,391
Contract liabilities	(27,364)	(13,700)
<b>Total Project Grants</b>	<b>276,113</b>	<b>447,691</b>
	2023	2022
<b>3. Earned Income</b>		
Project Contribution	189,479	315,644
Consultancies	20,750	14,030
Merchandise	53,489	66,853
<b>Total Earned Income</b>	<b>263,718</b>	<b>396,527</b>
	2023	2022
<b>4. Other revenue</b>		
Sponsorship	-	5,000
Interest	351	252
Sundry and other income	41,092	16,265
<b>Total Other revenue</b>	<b>41,444</b>	<b>21,517</b>
	2023	2022
<b>5. Cost of service delivery</b>		
Materials and hire	254,149	247,112
Equipment & furn. - non cap.	1,050	2,448
<b>Total Cost of service delivery</b>	<b>255,199</b>	<b>249,561</b>

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

These notes should be read in conjunction with the attached compilation report.

	2023	2022
<b>6. Management and operational costs</b>		
Bad Debts	-	150
Bank Charges	1,069	3,144
Utilities	19,238	21,371
IT Services and Subscriptions	6,588	10,003
Insurance	12,408	12,634
Repairs and Maintenance	5,646	4,430
Office and General Expenses	949	6,410
Rent	11,440	48,245
Organisational Memberships	-	5,614
Telephone	1,360	3,645
Sundry Expenses	15,727	16,133
<b>Total Management and operational costs</b>	<b>74,425</b>	<b>131,780</b>
	2023	2022

#### 7. Campaign, Events & Promotion

Advertisement and Promotions	1,116	10,142
Catering	1,872	791
<b>Total Campaign, Events &amp; Promotion</b>	<b>2,988</b>	<b>10,934</b>
	2023	2022

#### 8. Staff costs

Salaries and wages	493,442	646,542
Superannuation Expense	50,001	73,297
Travel and accommodation	2,551	12,311
Other staff benefits	10,905	28,791
<b>Total Staff costs</b>	<b>556,899</b>	<b>760,941</b>

These notes should be read in conjunction with the attached compilation report.

	2023	2022
<b>9. Cash and cash equivalents</b>		
Cash at Bank - Ops Account	2,702	1,309
Cash at Bank - Gift Account	73,480	88,404
Cash at Bank - Holding Account	30,449	134,268
Cash at Bank - Paypal Account	5,543	4,693
Cash at Bank - Future Grid	-	174
ALEC Debit Card	2,608	612
AEES Operational Account	101,549	36,268
AEES Debit Card	-	274
ALEC Term Deposit	40,053	200,430
Cash on hand	974	981
<b>Total Cash and cash equivalents</b>	<b>257,358</b>	<b>467,412</b>
	2023	2022

#### 10. Trade and other receivables

<b>Trade Receivables</b>		
Accounts Receivable	72,549	25,791
<b>Total Trade Receivables</b>	<b>72,549</b>	<b>25,791</b>
<b>Total Trade and other receivables</b>	<b>72,549</b>	<b>25,791</b>

These notes should be read in conjunction with the attached compilation report.

	2023	2022
<b>11. Property, plant and equipment</b>		
<b>Equipment</b>		
Equipment at cost	38,649	52,865
Accumulated depreciation of equipment	(11,345)	(33,584)
<b>Total Equipment</b>	<b>27,305</b>	<b>19,282</b>
<b>Property Improvements</b>		
Property Improv at Cost	116,477	116,477
Accumulated depreciation of property improvements	(39,784)	(35,812)
<b>Total Property Improvements</b>	<b>76,693</b>	<b>80,664</b>
<b>Vehicles</b>		
Vehicles at cost	37,148	100,260
Accumulated depreciation of vehicles	(21,495)	(70,527)
<b>Total Vehicles</b>	<b>15,653</b>	<b>29,733</b>
<b>Total Property, plant and equipment</b>	<b>119,650</b>	<b>129,679</b>
	2023	2022
<b>12. Trade &amp; other payables</b>		
<b>Trade Payables</b>		
Accounts Payable	30,100	20,857
<b>Total Trade Payables</b>	<b>30,100</b>	<b>20,857</b>
<b>Other Payables</b>		
Accrued Expenses	26,213	30,622
PAYG Payable	12,910	16,478
Superannuation Payable	3,700	19,803
GST	15,416	12,952
90 Gap Road - Owners Funds	33,667	27,947
<b>Total Other Payables</b>	<b>91,906</b>	<b>107,802</b>
<b>Total Trade &amp; other payables</b>	<b>122,006</b>	<b>128,660</b>
	2023	2022
<b>13. Provision for employee benefits</b>		
<b>Current</b>		
Annual Leave Payable	30,708	26,228
<b>Total Current</b>	<b>30,708</b>	<b>26,228</b>
<b>Total Provision for employee benefits</b>	<b>30,708</b>	<b>26,228</b>

These notes should be read in conjunction with the attached compilation report.



	2023	2022
<b>13. Provision for employee benefits</b>		
<b>Current</b>		
Annual Leave Payable	30,708	26,228
<b>Total Current</b>	<b>30,708</b>	<b>26,228</b>
<b>Total Provision for employee benefits</b>	<b>30,708</b>	<b>26,228</b>
<b>14. Other current liabilities</b>		
Contract liabilities	27,364	110,897
Grants in Advance	50,000	50,000
<b>Total Other current liabilities</b>	<b>77,364</b>	<b>160,897</b>
	<b>2023</b>	<b>2022</b>
<b>15. Reconciliation of net deficit/surplus to net cash (used in)/provided by operating activities</b>		
Net Deficit	(47,170)	(166,025)
<b>Adjustments for:</b>		
Depreciation	18,301	20,397
Profit on sale of Property, Plant & Equipment	(23,797)	-
<b>Total Adjustments for: Changes in assets &amp; liabilities</b>	<b>(52,666)</b>	<b>20,397</b>
Trade and other receivables	(46,758)	8,776
Prepayments	(14,620)	21,512
Contract liabilities	(83,533)	(134,700)
Trade and other payables	(6,654)	(35,504)
Employee entitlements	4,480	(9,554)
<b>Total Changes in assets &amp; liabilities</b>	<b>(147,085)</b>	<b>(149,470)</b>
Net cash flows (used in)/provided by operating activities	(199,752)	(295,099)

## 16. Events after the End of Reporting Period

The Association is involved in judicial review proceedings which were heard in the Supreme Court of the Northern Territory in September 2022 and are not finalised by balance date. Any potential costs are unquantifiable and the Board is hopeful that the decision will be resolved in the Association's favour and if not the Association will run a fundraising appeal to assist with funding the legal costs.

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

These notes should be read in conjunction with the attached compilation report.

## Statement by Members of the Board Report

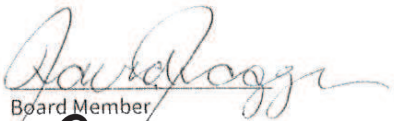
### Arid Lands Environment Centre Incorporated For the year ended 30 June 2023

The Board has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements. The final report is therefore a special purpose financial report that has been prepared in order to meet the requirements of the Board, the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Act 2003.

The Members of the Board declare that, in the Board's opinion:

1. The financial statements and notes, as set out on pages 3 to 15, are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and:
  - a. give a true and fair view of the financial position of Arid Lands Environment Centre Incorporated as at 30 June 2023 and of its performance for the year ended on that date.
  - b. There are reasonable grounds to believe that Arid Lands Environment Centre Incorporated will be able to pay its debts as and when they become due and payable.

This statement is made in accordance with subs 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2013.

  
Board Member

David Jagger (Acting chairperson)

  
Board Member

Debbie Mason - Treasurer

Dated this 23 day of November 2023

**ARID LANDS ENVIRONMENT CENTRE INCORPORATED**

**AUDITORS INDEPENDENCE DECLARATION UNDER SECTION 60-40 AUSTRALIAN  
CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012**

**To the board of Arid Lands Environment Centre Incorporated**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023,  
there have been no contraventions of any applicable code of professional conduct in relation  
to the audit.



**T A Basso - Director  
Basso Newman Audit Pty Ltd  
Chartered Accountants  
286 Flinders Street, Adelaide  
Dated this 24<sup>th</sup> day of November 2023**



Basso Newman Audit Pty Ltd  
ABN 98 618 562 824

286 Flinders Street  
Adelaide, South Australia

PO Box 7033 Hutt Street,  
South Australia 5000

Telephone: (08) 8224 0066  
Facsimile: (08) 8224 0670

bnc@bassonewman.com.au  
www.bassonewman.com.au

"Liability limited by a scheme  
approved under Professional  
Standards Legislation"

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ARID LANDS ENVIRONMENT CENTRE INCORPORATED

### Opinion

We have audited the financial report of Arid Lands Environment Centre Incorporated ("the entity") which comprises the statement of assets and liabilities as at 30 June 2023, the statement of profit or loss, the statement of changes of equity and the statement of cash flows for the year then ended, and notes to the financial statements comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the board.

In our opinion, the accompanying financial report of the Arid Lands Environment Centre Incorporated is in accordance with Div 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- a) giving a true and fair view of the entity's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- b) complying with Australian Accounting Standards and the Australian Charities and Not-for-profits Commission Regulation 2013 to the extent described in Note 1 and the Associations Act 2003

### 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 auditor independence requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

### Emphasis of Matter – Basis of Accounting

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 the financial reporting responsibilities under the Australian Charities and Not-for-profits Commission Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

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

Management is responsible for the preparation of the special purpose financial report that gives a true and fair view in accordance with Note 1 to the financial report and the Australian Charities and Not-for-profits Commission Act 2012 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.

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

Those charged with governance are responsible for overseeing the entity's financial report process.



Basso Newman Audit Pty Ltd  
ABN 98 618 562 824

286 Flinders Street  
Adelaide, South Australia

P.O. Box 7033 Hutt Street,  
South Australia 5000

Telephone: (08) 8224 0066  
Facsimile: (08) 8224 0670

bnc@bassonewman.com.au  
www.bassonewman.com.au

"Liability limited by a scheme  
approved under Professional  
Standards Legislation"



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
ARID LANDS ENVIRONMENT CENTRE INCORPORATED**

**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 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 management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 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.

We also provide the those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



**Trevor Basso - Director  
Basso Newman Audit Pty Ltd  
Chartered Accountants  
286 Flinders Street, Adelaide  
Dated this 24<sup>th</sup> day of November 2023**

**ARID LANDS ENVIRONMENT CENTRE INCORPORATED**

**DISCLAIMER ON ADDITIONAL FINANCIAL INFORMATION**

The additional financial information, being Schedule 1 - Split of operating results as attached on page 20, has been compiled by the management of Arid Lands Environment Centre Incorporated.

No audit or review has been performed by us and accordingly no assurance is expressed. Accordingly we do not express an opinion on the additional information and no warranty of accuracy or reliability is given.

To the extent permitted by law, we do not accept liability for any loss or damage which any person may suffer arising from any negligence on our part. No person should rely on the additional financial information without having an audit or review conducted.



**T A Basso - Director  
Basso Newman Audit Pty Ltd  
Chartered Accountants  
286 Flinders Street, Adelaide  
Dated this 24<sup>th</sup> day of November 2023**



Basso Newman Audit Pty Ltd  
ABN 98 618 562 824

286 Flinders Street  
Adelaide, South Australia

PO Box 7033 Hutt Street,  
South Australia 5000

Telephone: (08) 8224 0066  
Facsimile: (08) 8224 0670

bnc@bassonewman.com.au  
www.bassonewman.com.au

"Liability limited by a scheme  
approved under Professional  
Standards Legislation"



## Schedule 1 - Split of Operating Results

Arid Lands Environment Centre Incorporated  
For the year ended 30 June 2023

	AEES (1)	OTHER ALEC ACTIVITIES (2)	COMBINE (3)
<b>Schedule 1 - Split of Operating Results</b>			
<b>Income</b>			
NT Government Grants	-	138,000	138,000
Project Grants	35,000	241,113	276,113
Earned Income	189,479	74,239	263,718
Donations Receipted	-	169,794	169,794
Donations Unreceipted	-	1,677	1,677
Membership and Fee	-	19,204	19,204
Other Revenue	28,724	12,719	41,444
<b>Total Income</b>	<b>253,203</b>	<b>656,746</b>	<b>909,950</b>
<b>Expenditure</b>			
Cost of Service Delivery	191,686	63,513	255,199
Management & Operational cost	21,397	53,028	74,425
Campaigns, Events & Promotions	-	2,988	2,988
Accounting & Audit	13,448	31,220	44,668
Depreciation	8,773	9,528	18,301
Motor Vehicle	2,044	2,596	4,640
Staff Costs	20,817	536,082	556,899
<b>Total Expenditure</b>	<b>258,165</b>	<b>698,955</b>	<b>957,120</b>
Net Deficit	(4,962)	(42,209)	(47,170)

(1) AEES: Arid Edge Environmental Services

(2) ALEC: Arid Lands Environment Centre

(3) AEES & ALEC amounts was gross up to include interdivision account