

**CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED**

**ABN: 78 039 911 732**

**SPECIAL PURPOSE FINANCIAL REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2016**

**CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED**

**SPECIAL PURPOSE FINANCIAL REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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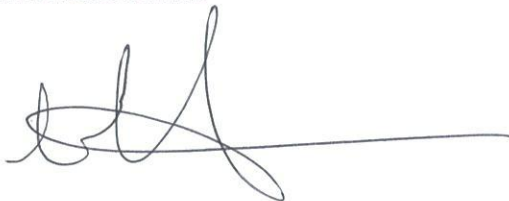
The Directors  
Cancer Council of the Northern Territory Incorporated  
2/25 Vanderlin Drive  
Wanguri NT 0810

#### **Auditor's Independence Declaration**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2016 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Northern Territory of Australia Associations Act* and the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

**LOWRYS ACCOUNTANTS**



Colin James FCA  
**Registered Company Auditor**

Dated: 7 April 2017  
Darwin

# CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED

## BOARD OF DIRECTORS REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

The Directors submit the special purpose financial report of Cancer Council of the Northern Territory Incorporated (the Council) for the financial year ended 31 December 2016. The Directors have determined that the Council is not a reporting entity and as such has not prepared General Purpose Financial Statements.

### Directors

The directors at the date of this report are:

Chairman	David Gwyther
Vice Chairman	Paolo Randazzo
Public Officer	Marilyn Harvey
Directors	Wendy Collits
	Gino Luglietti
	Annette Burke
	Giam Alin Kar

### Principal Activity

The principal activity of the Council during the year was the provision of support services to community members affected by cancer. There were no significant changes in the nature of the Council's principal activities during the year.

### Significant Changes

There has been no significant change in the principal activity of the Council during the year.

### Operating Results

The operating (deficit) / surplus for the year was **(\$33,870)**; 2015: \$132,388.

### Directors' Declaration

The Directors of Cancer Council of the Northern Territory Incorporated declare that:

- (a) in the directors' opinion, there are reasonable grounds to believe that the Council will be able to pay its debts as and when they become due and payable; and
- (b) in the directors' opinion, the attached financial statements for the year ended 31 December 2016 and notes thereto are in accordance with the the *Northern Territory of Australia Associations Act* and the *Australian Charities and Not-for-profits Commission Act 2012*, including compliance with Australian Accounting Standards and provide a true and fair view of the financial position and performance of the Council.

The Board of Directors Report is signed in accordance with a resolution of the board.

On behalf of the Board

  
Chairperson  
Dated: 7 April 2017  
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Treasurer  
Dated: 7 April 2017

CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2016

	Note	2016 \$	2015 \$
<b>Revenue</b>			
Sale of merchandise	2A	82,566	64,463
Cost of sales	3A	<u>56,854</u>	<u>53,398</u>
Gross Profit		<u>25,712</u>	<u>11,065</u>
<b>Other Income</b>			
Revenue from grants	2B	445,153	389,296
Fundraising, donations and bequests	2C	683,207	965,484
Other revenue	2D	139,577	107,512
PBS Stoma Reimbursement		<u>491,646</u>	<u>480,833</u>
Total Other Income		<u>1,759,583</u>	<u>1,943,125</u>
Total Revenue		<u>1,785,295</u>	<u>1,954,190</u>
<b>Expenses</b>			
Depreciation and amortisation	3B	25,751	30,388
Employee benefits expense	3C	917,702	905,220
Other expenses	3D	424,595	419,663
Purchase of medical supplies		<u>451,117</u>	<u>466,531</u>
Total Expenses		<u>1,819,165</u>	<u>1,821,802</u>
Net (Deficit) / Surplus for the year		<u>(33,870)</u>	<u>132,388</u>
Other comprehensive income		<u>-</u>	<u>-</u>
Total Comprehensive Income for the Year		<u>(33,870)</u>	<u>132,388</u>

The Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED

STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2016

	Note	2016 \$	2015 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	4	1,751,648	1,811,566
Accounts receivable and other debtors	5	106,658	169,423
Inventories	6	126,854	114,714
Other current assets	7	15,263	10,345
<b>Total current assets</b>		<b>2,000,423</b>	<b>2,106,048</b>
<b>Non-current assets</b>			
Property, plant and equipment	8	431,390	400,443
<b>Total non-current assets</b>		<b>431,390</b>	<b>400,443</b>
<b>Total Assets</b>		<b>2,431,813</b>	<b>2,506,491</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts payable and other payables	9	117,619	142,388
Provisions	10	47,152	47,187
Unexpended grants	11	67,247	73,937
<b>Total current liabilities</b>		<b>232,018</b>	<b>263,512</b>
<b>Non-current liabilities</b>			
Provisions	10	38,960	48,274
<b>Total non-current liabilities</b>		<b>38,960</b>	<b>48,274</b>
<b>Total Liabilities</b>		<b>270,978</b>	<b>311,786</b>
<b>Net Assets</b>		<b>2,160,835</b>	<b>2,194,705</b>
<b>ACCUMULATED FUNDS</b>			
Reserves for research and development		150,000	150,000
Asset revaluation reserve		21,652	21,652
Retained earnings		1,989,183	2,023,053
<b>Total Accumulated Funds</b>		<b>2,160,835</b>	<b>2,194,705</b>

The Statement of Financial Position should be read in conjunction with the accompanying notes.

CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED

STATEMENT OF CHANGES IN ACCUMULATED FUNDS  
FOR THE YEAR ENDED 31 DECEMBER 2016

ACCUMULATED FUNDS	Reserves for Research and Development	Asset Revaluation Reserve	Retained Earnings	Total Equity
	\$	\$	\$	\$
Balance at 1 January 2015	150,000	21,652	1,890,665	2,062,317
Net surplus for the year	-	-	132,388	132,388
Closing Balance at 31 December 2015	150,000	21,652	2,023,053	2,194,705
Balance at 1 January 2016	150,000	21,652	2,023,053	2,194,705
Net deficit for the year	-	-	(33,870)	(33,870)
Closing Balance at 31 December 2016	150,000	21,652	1,989,183	2,160,835

The Statement of Changes in Accumulated Funds should be read in conjunction with the accompanying notes.

CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2016

	Note	2016 \$	2015 \$
<b>Cash flows from operating activities</b>			
Receipts from customers		1,402,855	1,521,280
Grants received		512,400	463,232
Interest received		42,303	48,927
Payments to suppliers and employees		<u>(1,972,183)</u>	<u>(1,789,847)</u>
<b>Net cash flows (used in) / from operating activities</b>	15	<b>(14,625)</b>	243,592
<b>Cash flows used in investing activities</b>			
Proceeds from sale of property, plant and equipment		24,273	-
Acquisition of property, plant and equipment		<u>(69,566)</u>	<u>(25,227)</u>
<b>Net cash flows used in investing activities</b>		<b>(45,293)</b>	<b>(25,227)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>		<b>(59,918)</b>	218,365
Cash and cash equivalents at the beginning of the year		<u>1,811,566</u>	<u>1,593,201</u>
<b>Cash and cash equivalents at the end of the year</b>	4	<b><u>1,751,648</u></b>	<b><u>1,811,566</u></b>

The Statement of Cash Flows should be read in conjunction with the accompanying notes.



**CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**Note 1: Summary of Significant Accounting Policies**

**Basis of Preparation**

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Members. The Directors have determined that Cancer Council of the Northern Territory Incorporated is not a reporting entity and as such has not prepared General Purpose Financial Statements.

The special purpose financial report has been prepared in accordance with the requirements of the *Northern Territory of Australia Associations Act*, the *Australian Charities and Not-for-profits Commission Act 2012* and Australian Accounting Standards.

The financial report is prepared on the basis that the Council is a not for profit entity.

The special purpose financial report has been prepared on an accruals basis based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following material accounting policies, which are consistent with the previous financial year, unless otherwise stated, have been adopted in the preparation of this financial report.

**Accounting Policies**

**(a) Revenue**

Non-reciprocal grant revenue is recognised in the statement of profit or loss and other comprehensive income when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the Council and the amount of the grant can be measured reliably.

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

When grant revenue is received whereby the Council incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position, with a corresponding amount of income recognised in the statement of profit or loss and other comprehensive income.

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 by the Council in those goods.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

Revenue from the rendering of a service is recognised upon the delivery of the service to the clients.

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016

**Note 1: Summary of Significant Accounting Policies (continued)**

**(b) Property, Plant and Equipment**

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

*Buildings and improvements, plant and equipment, furniture and fittings and motor vehicles*

Buildings and improvements, plant and equipment, furniture and fittings and motor vehicles are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of property, plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present.

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 Council and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss in the financial period in which they are incurred.

*Depreciation*

The depreciable amount of all fixed assets, including buildings and improvements, plant and equipment, furniture and fittings and motor vehicles is depreciated on a straight-line basis over the asset's useful life to the Council commencing from the time the asset is available for use.

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

	<u>2016</u>	<u>2015</u>
Buildings and improvements	2%	2%
Plant and equipment	10-30%	10-30%
Furniture and fittings	2-17%	2-17%
Motor vehicles	15-25%	15-25%

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount. These gains and losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

**(c) Cash and Cash Equivalent**

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. The Council did not have an overdraft during the year.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016

**Note 1: Summary of Significant Accounting Policies (continued)**

**(d) Employee Provisions**

*Short-term employee provisions*

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

*Other long-term employee provisions*

Provision is made for employees' long service leave and annual leave entitlements 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. Long-term employee benefits are measured at the nominal amounts expected to be paid when the obligation is settled.

The Council's obligations for long-term employee benefits are presented as non-current employee provisions in its statement of financial position, except where the Council does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

**(e) Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts of claims from medicare / ostomy program as well as amounts receivable from affiliates / member bodies provided in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable are recognised at fair value less any provision for impairment.

**(f) Goods and Services Tax**

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 taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or
- for receivables and payables which are recognised inclusive of GST, the net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the cash flow statement on a net basis. 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.

**(g) Income Tax**

The Council was registered as a Charity on the 3 December 2012 by the Australian Charities and Not-for-profits Commission. As a registered Public Benevolent Institution, the Council is endorsed to access the following tax concessions as:

- Income Tax Exemption
- GST Concession
- FBT Exemption

The Council is also endorsed as a Deductible Gift Recipient from 1 July 2000.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016

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**Note 1: Summary of Significant Accounting Policies (Continued)**

**(h) Inventories**

Inventories are valued at the lower of cost and net realisable value. Costs, including an appropriate portion of fixed and variable overhead expenses, are assigned to inventory on hand by the method most appropriate to each particular class of inventory. Net realisable value represents the estimated selling price less all estimated costs of completion and costs necessary to make the sale.

**(i) Provisions**

Provisions are recognised when the Council has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(j) Accounts Payable and Other Payables**

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Council during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

**(k) Comparative Figures**

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

When the Council retrospectively applies an accounting policy, makes a retrospective restatement or reclassifies items in its financial statements, a third statement of financial position as at the beginning of the preceding comparative period, in addition to the minimum comparative financial statements, must be disclosed.

CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016

	2016	2015
	\$	\$
<b>Note 2: Revenue and Other Income</b>		
<b>Note 2A Sale of merchandise</b>		
Sales - Support services	36,852	28,521
Sales - Retail and other contact	25,194	23,457
Sales - Other supplies	20,520	12,485
<b>Total sale of merchandise</b>	<b>82,566</b>	<b>64,463</b>
<b>Note 2B Revenue from grants</b>		
DoH - Ostomy Services	86,021	83,978
DoH - Community Education and Support	165,581	160,680
DoH - Breast Care Nurses	55,184	53,540
DoH - Indexation Rise	10,517	10,223
DoH - Breast Screen Services	63,660	61,878
Other grants	131,437	92,933
	<b>512,400</b>	<b>463,232</b>
Less: Unexpended grants carried forward	-67,247	-73,936
<b>Total revenue from grants</b>	<b>445,153</b>	<b>389,296</b>
<b>Note 2C Fundraising and donations</b>		
Australia's Biggest Morning Tea	140,335	140,232
Charity Race Day	21,195	21,987
Daffodil Day	49,660	78,109
Relay for Life	121,881	280,991
Pink Ribbon Day	36,369	74,657
Call to Arms	-	2,488
Girls Night In	13,600	12,502
General fundraising	45,272	124,120
Donations and bequests	254,895	230,398
<b>Total fundraising and donations</b>	<b>683,207</b>	<b>965,484</b>
<b>Note 2D Other revenue</b>		
Interest received	42,303	48,927
Membership	3,286	3,101
Royalties	26,425	27,146
Centrelink payments	11,848	-
Gain on sale of asset	14,603	-
Other	41,112	28,338
<b>Total other revenue</b>	<b>139,577</b>	<b>107,512</b>
<b>Note 3: Expenses</b>		
<b>Note 3A Cost of sales</b>		
Support services stock	18,594	14,942
Retail stock	6,181	11,380
Merchandise and other supplies	32,079	27,076
<b>Total cost of sales</b>	<b>56,854</b>	<b>53,398</b>
<b>Note 3B Depreciation and amortisation</b>		
Depreciation of property, plant and equipment	25,751	30,388
<b>Note 3C Employee benefits expense</b>		
Salaries and wages	848,831	817,338
Superannuation	78,220	76,014
Leave and other entitlements	(9,349)	11,868
<b>Total employee benefits expense</b>	<b>917,702</b>	<b>905,220</b>

CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016

	2016	2015
	\$	\$
<b>Note 3: Expenses (continued)</b>		
<b>Note 3D Other expenses</b>		
Administration costs	14,143	11,065
Advertising	24,852	11,903
Audit and accounting fees	6,060	6,263
Bad debts	-	253
Bank and finance charges	6,043	6,360
Bank charges - merchant summary	971	945
Body corporate fees	5,519	5,365
Catering	10,552	20,370
Cleaning	5,977	5,000
Client assistance fund	3,856	1,801
Computer equipment and software	-	839
CRM Implementation	15,402	14,241
Freight and couriers	2,712	1,354
Fundraising expenses	5,149	30,792
Insurance	21,840	23,662
Internet services	8,086	6,126
Logistics and equipment	9,394	6,326
Merchandise	-	410
Motor vehicle expenses	12,888	11,296
National events expenses	14,963	19,998
Office equipment purchased	-	131
Power and water	14,256	14,097
Photocopier maintenance	6,082	7,122
Postage	7,421	6,499
Printing and publications	9,067	7,477
Rates	1,024	1,096
Program	45,122	4,925
Purchase of wigs	5,137	4,109
Repairs and maintenance	2,327	454
Resource library and publications	25	360
Security	3,642	4,686
Shrinkage and spoilage	362	6,598
Staff amenities	5,810	3,194
Staff development and training	4,355	5,206
Stationery	3,420	7,037
Storage shed and archives	2,400	2,400
Subscriptions	96,689	96,792
Support group expenses	804	795
Telephone	24,933	20,090
Travel and accommodation	16,845	35,920
Venue costs	723	1,045
Volunteer expenses	767	2,710
Waste disposal	569	451
Website costs and others	1,210	2,100
Write-off of assets	3,198	-
<b>Total other expenses</b>	<b>424,595</b>	<b>419,663</b>

CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016

	2016	2015
	\$	\$
<b>Note 4: Cash and Cash Equivalents</b>		
Cash on hand	922	430
Cash at bank	<u>1,750,726</u>	<u>1,811,136</u>
<b>Total cash and cash equivalents</b>	<u><b>1,751,648</b></u>	<u><b>1,811,566</b></u>

<b>Note 5: Accounts Receivable and Other Debtors</b>		
Trade receivables	92,206	149,571
Allowance for impairment of trade receivables	-	-
<b>Total trade receivables</b>	<u>92,206</u>	<u>149,571</u>
GST receivable	1,452	1,450
Accrued interest	<u>13,000</u>	<u>18,402</u>
<b>Total accounts receivable and other debtors</b>	<u><b>106,658</b></u>	<u><b>169,423</b></u>

No interest is charged on outstanding debtor balances. An allowance has not been made for irrecoverable amounts determined from liquidity review of individual debtors and management views (2015: \$Nil).

The Council does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired.

No collateral has been pledged for any of the current or non-current trade and other receivable balances.

<b>Note 6: Inventories</b>		
Merchandise	<u>126,854</u>	<u>114,714</u>

Inventories are purchased merchandise used in trading and are expected to be recovered within twelve months.

<b>Note 7: Other Current Assets</b>		
Prepayments	<u>15,263</u>	<u>10,345</u>

<b>Note 8: Property, Plant and Equipment</b>		
Buildings and improvements, at cost	351,393	351,393
Accumulated depreciation	<u>(35,139)</u>	<u>(28,111)</u>
	<u>316,254</u>	<u>323,282</u>
Plant and equipment, at cost	98,710	100,241
Accumulated depreciation	<u>(92,930)</u>	<u>(90,915)</u>
	<u>5,780</u>	<u>9,326</u>
Furniture and fittings, at cost	41,413	41,413
Accumulated depreciation	<u>(8,833)</u>	<u>(6,954)</u>
	<u>32,580</u>	<u>34,459</u>
Motor vehicles, at cost	105,690	92,595
Accumulated depreciation	<u>(28,914)</u>	<u>(59,219)</u>
	<u>76,776</u>	<u>33,376</u>
<b>Total property, plant and equipment</b>	<u><b>431,390</b></u>	<u><b>400,443</b></u>



NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016

	2016 \$	2015 \$
<b>Note 9: Accounts Payable and Other Payables</b>		
Trade payables	92,196	112,160
CBA credit card	5,076	6,238
Sundry creditors and accruals	20,347	23,990
<b>Total trade and other payables</b>	<b>117,619</b>	<b>142,388</b>

Settlement of trade creditors is generally net 30 days.

The Council does not hold any financial liabilities whose terms have been renegotiated, but which would otherwise be past due or impaired.

No collateral has been pledged for any of the current or non-current trade and other payable balances.

**a. Financial liabilities at amortised cost classified as accounts payable and other payable:**

Accounts payable and other payables:		
- total current	117,619	142,388
- total non current	-	-
<b>Financial liabilities as accounts payable and other payables</b>	<b>117,619</b>	<b>142,388</b>

No interest is payable on outstanding payables.

<b>Note 10: Provisions</b>		
Current		
Employee benefits	47,152	47,187
<b>Total current provisions</b>	<b>47,152</b>	<b>47,187</b>
Non Current		
Employee benefits	38,960	48,274
<b>Total non current provisions</b>	<b>38,960</b>	<b>48,274</b>
<b>Total provisions</b>	<b>86,112</b>	<b>95,461</b>

<b>Note 11: Unexpended Grants</b>		
Unspent grant - Rotary	17,160	17,296
Unspent grant - Dry July	50,087	37,654
Unspent grant - LGFG	-	1,812
Unspent grant - CBA	-	10,000
Unspent grant - CCA Pony	-	7,175
<b>Total unexpended grants</b>	<b>67,247</b>	<b>73,937</b>

CANCER COUNCIL OF THE NORTHERN TERRITORY INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016

	2016	2015
	\$	\$

**Note 12: Commitments for Expenditure**

There were no capital commitments at 31 December 2016 (2015: \$Nil).

**Note 13: Events After the Reporting Period**

The Directors are not aware of any significant events that have occurred since the end of the reporting period.

**Note 14: Economic Dependence**

While the Council's activities are funded by fundraising, donations and bequests, the Council is assisted in its activities by operating grants provided by the Government. As at the date of this report, the Directors have no reason to believe that the Government would not continue to provide financial support to the Council. The financial report has been prepared on a going concern basis on the expectation that such funding will continue.

**Note 15: Cash Flow Information**

**Reconciliation of Cash Flow from Operating Activities with Current Year (Deficit)/Surplus**

(Deficit)/Surplus for the year	(33,870)	132,388
<i>Non cash transactions</i>		
Depreciation and amortisation	25,751	30,388
Write-off of property, plant and equipment	3,198	-
Gain on sale of property, plant and equipment	(14,603)	-
<i>Changes in net assets and liabilities:</i>		
<i>(Increase) / Decrease in assets:</i>		
Accounts receivable and other debtors	62,765	(48,085)
Inventories	(12,140)	388
Other current assets	(4,918)	3,310
<i>Increase/(decrease) in liabilities:</i>		
Accounts payable and other payables	(24,769)	39,398
Unexpended grants	(6,690)	73,937
Provisions	(9,349)	11,868
<b>Net cash flows (used in) / from operating activities</b>	<b>(14,625)</b>	<b>243,592</b>

## INDEPENDENT AUDITOR'S REPORT

To the members of Cancer Council of the Northern Territory Incorporated

We have audited the accompanying financial report of Cancer Council of the Northern Territory Incorporated which comprises the statement of financial position as at 31 December 2016, the statement of profit or loss and other comprehensive income for the year then ended, the statement of changes in accumulated funds, the statement of cash flows, notes comprising a summary of significant accounting policies and other explanatory information and the board of directors report.

### Board's Responsibility for the Financial Report

The Directors are responsible for the preparation and true and fair presentation of the financial report and have determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are consistent with the financial reporting requirements of the *Northern Territory of Australia Associations Act* and the *Australian Charities and Not-for-profits Commission Act 2012* and are appropriate to meet the needs of the members. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial statements.

The special purpose financial report has been prepared for distribution to the members for the purpose of fulfilling the Board's financial reporting requirements under the *Northern Territory of Australia Associations Act* and the *Australian Charities and Not-for-profits Commission Act 2012*. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

### Audit Approach

We conducted an independent audit in order to express an opinion to the Council. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the accounting policies described in Note 1, so as to present a view which is consistent with our understanding of the Council's financial position, and of its performance as represented by the results of its operations. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia. No opinion is expressed as to whether the accounting policies used and described in Note 1 are appropriate for the needs of the Council.

We formed our audit opinion on the basis of these procedures, which included:

- Examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- Assessing the appropriateness of the accounting policies and disclosures used in the reasonableness of significant accounting estimates made by the Association.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

### Independence

In conducting our audit, we followed applicable independence requirements of the Australian professional ethical pronouncements.

**Basis for Qualified Opinion**

As is common for organisations of this type, it is not practicable to establish an effective system of internal control over the following revenue lines prior to its initial entry in the accounting records:

	2016	2015
	\$	\$
Fundraising events	428,312	735,086
Donations and bequests	254,895	230,398
	<u>683,207</u>	<u>965,484</u>

The evidence available to us regarding this source of income was limited. Accordingly our audit in relation to this source of income was limited to the amounts recorded. Therefore we are unable to express an opinion whether the amounts recorded in the accounting records are complete.

**Qualified Opinion**

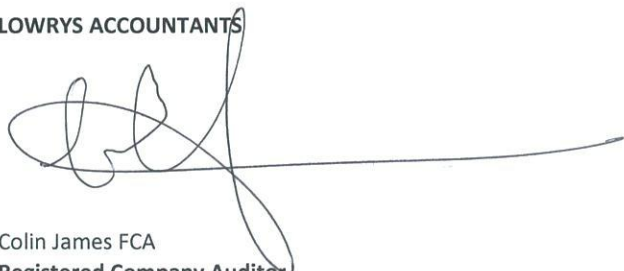
In our opinion, except for the effects of the matter described in the Basis for Qualified Auditor's Opinion paragraph, the financial report of Cancer Council of the Northern Territory Incorporated presents fairly the Council's financial position as at 31 December 2016 and the results of its operations for the year then ended, in accordance with the accounting policies described in Note 1 to the financial statements, and the requirements of the *Northern Territory of Australia Associations Act* and the *Australian Charities and Not-for-profits Commissions Act 2012*.

**Other matters**

***Basis of Accounting and Restriction on Distribution***

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 to assist the Cancer Council of the Northern Territory Incorporated to meet the reporting requirements of the *Northern Territory of Australia Associations Act* and the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

**LOWRYS ACCOUNTANTS**



Colin James FCA  
**Registered Company Auditor**  
 Date: 7 April 2017  
 Darwin