



KOOMARRI

Supporting People With Disability

**KOOMARRI
ANNUAL REPORT
2016-2017**

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CHAIRMAN REPORT



The 2016-17 year was one of great challenge and change and your board is proud to report that following the biggest social reform since the introduction of Medicare, Koomarri remains in a position of strength and is now poised to maximise the opportunity presented by the National Disability Insurance Scheme (NDIS).

The ACT led the nation in being the first jurisdiction to fully transition into the NDIS, and Koomarri will continue to consolidate its position as a leading ethical social business in the new consumer driven market.

Over the past twelve months, and with a considered change management approach, we maintained the right balance between delivering our established strategic objectives and being flexible in response to the ever changing environment. This enabled Koomarri to deliver person centred, flexible supports and strengthen our reputation as the leading specialist disability service provider in the ACT.

Whilst we are now operating at full scheme, there is still much work to do with government and families to further refine the practical administration of the scheme.

Koomarri remains in a good fiscal position and the year ahead will see expansion of our new innovative service lines while continuing to reform our more traditional activities to ensure continued financial sustainability in the price set market. The NDIS has built our resilience and provides us with the opportunity to customise our service offerings to each individual and this will lead to improved outcomes for our service users and their families.

Our positive position would not have been possible without the expertise of the Koomarri Board. I would like to thank my colleagues; Len Early, Lois Fordham, Michael Brennan, Margaret Reid, Andrew McCrossin, Barbara Walsh and Stephen Holmes. The Board has enjoyed the benefit of highly professional and committed management and staff, where their guidance

and belief in Koomarri and its work has been invaluable throughout this period of significant reform.

The board acknowledges and thanks Miranda Garnett. Miranda left Koomarri last year after nine years as the CEO. Koomarri was most fortunate to be in a position to appoint Nadine Stephen as CEO and the board recognises the leadership she has demonstrated throughout the year. On your behalf I also extend gratitude to the senior management team and all of Koomarri's hardworking staff for their focus and resilience in continuing to deliver quality supports for people in our region.

To all of our service users, their families and carers, your strength and active contribution to delivering the best possible outcomes for people with disability in the Canberra region is second to none. Thank you all for your support.

James Service AM
Chairman

CEO REPORT



Having recently marked my first full year as CEO, it is timely to reflect on the growth and evolution Koomarri has undergone during that time. The past year has been extremely busy, exciting and challenging and I am proud to say that despite the uncertainty and complexity of the NDIS, Koomarri is in a strong position to continue to grow and achieve great outcomes for the people and families we support.

I am not new to the Koomarri family, having previously held the role of Executive Director Operations, so have been on hand as the organisation transitioned into the NDIS. The challenges posed by this transition were significant, however, with a robust strategy and an unwavering commitment to remaining true to our vision and area of expertise, I can report that Koomarri has successfully navigated this period of significant reform.

That is not to say we don't still have a lot of work to do. Significant challenges

remain, most notably the ability for Koomarri to operate in a consumer driven market while maintaining its ethos as an ethical social business delivering quality, person centred supports. This will require considerable effort from all as we continue to diversify and grow our broad range of service offerings to meet the needs of our service users.

A key focus over the coming year will be the continued reform of our business activities to ensure their viability in a competitive environment. While building that commercial success, our priority will always remain on providing job opportunities for people with disability that are personally meaningful and socially valued.

The ability for any organisation to successfully implement an ambitious change management strategy lies in the strength and commitment of its workforce. I am incredibly privileged to lead such a team and thank each and every staff member for their contribution. I would also like to acknowledge the work

of my predecessor Miranda Garnett who worked tirelessly over many years to ensure the long term sustainability of Koomarri.

Most importantly, I would like to thank our service users and their families. Your continued support of and commitment to Koomarri is greatly appreciated and I look forward to continuing our journey together.

We end the year in a strong position of which I am very proud. With our many years of experience in the disability sector and highly skilled staff I am excited to lead the Koomarri team into the next twelve months as we strive to provide the best quality supports for people to achieve their life goals, dreams and aspirations.

Nadine Stephen
CEO



ABOUT KOOMARRI

Koomarri has been supporting people with disability to achieve their life goals, dreams and aspirations for more than 65 years in the ACT and southern NSW.

We deliver services to more than 350 people and their families across a diverse range of business, training, community and residential initiatives. Using evidence-based practice and taking a whole of life approach to our clients ensures we provide the best possible supports at every stage of a person's life journey.

Our vision and values underpin the work we do and guide our ability to create a positive future for our clients and their families.

OUR VISION

To support people to achieve their life goals, dreams and aspirations



OVERVIEW OF OUR SERVICES

INTAKE AND RESPONSE

Intake, assessment and referral for Koomarri's full range of services. Our Intake services operate with a 'no wrong door' single entry point.

FORENSIC DISABILITY SERVICES

Complex case management and support coordination for clients with multiple and complex needs. Our team deliver lifestyle and skills support, clinical intervention and treatment programs.

SERVICE DELIVERY

Koomarri has a range of services with a strong focus on community engagement through social and recreational activities. We also offer daily living skills courses that are tailored to individuals and include topics such as life skills, numeracy and money management.

WORK SKILLS PROGRAMS

Koomarri offers several nationally recognised qualifications and work experience. Our courses help develop the skills needed to move into employment.

BUSINESS CAPABILITY

Individually tailored short and long term employment support within government and private businesses. We provide on the job training, advisory support, job assessment and task reviews.

COMMERCIAL BUSINESSES

Koomarri operates five businesses that provide supported employment opportunities in a commercial environment. The businesses are Garden Maintenance, Cleaning, Yarralumla Nursery, Cut Cloth and Office Administrative Support.

SUPPORTED ACCOMMODATION AND IN-HOME FLEXIBLE SUPPORT

Using a family governed model of support we operate seven in-home and flexible support programs.



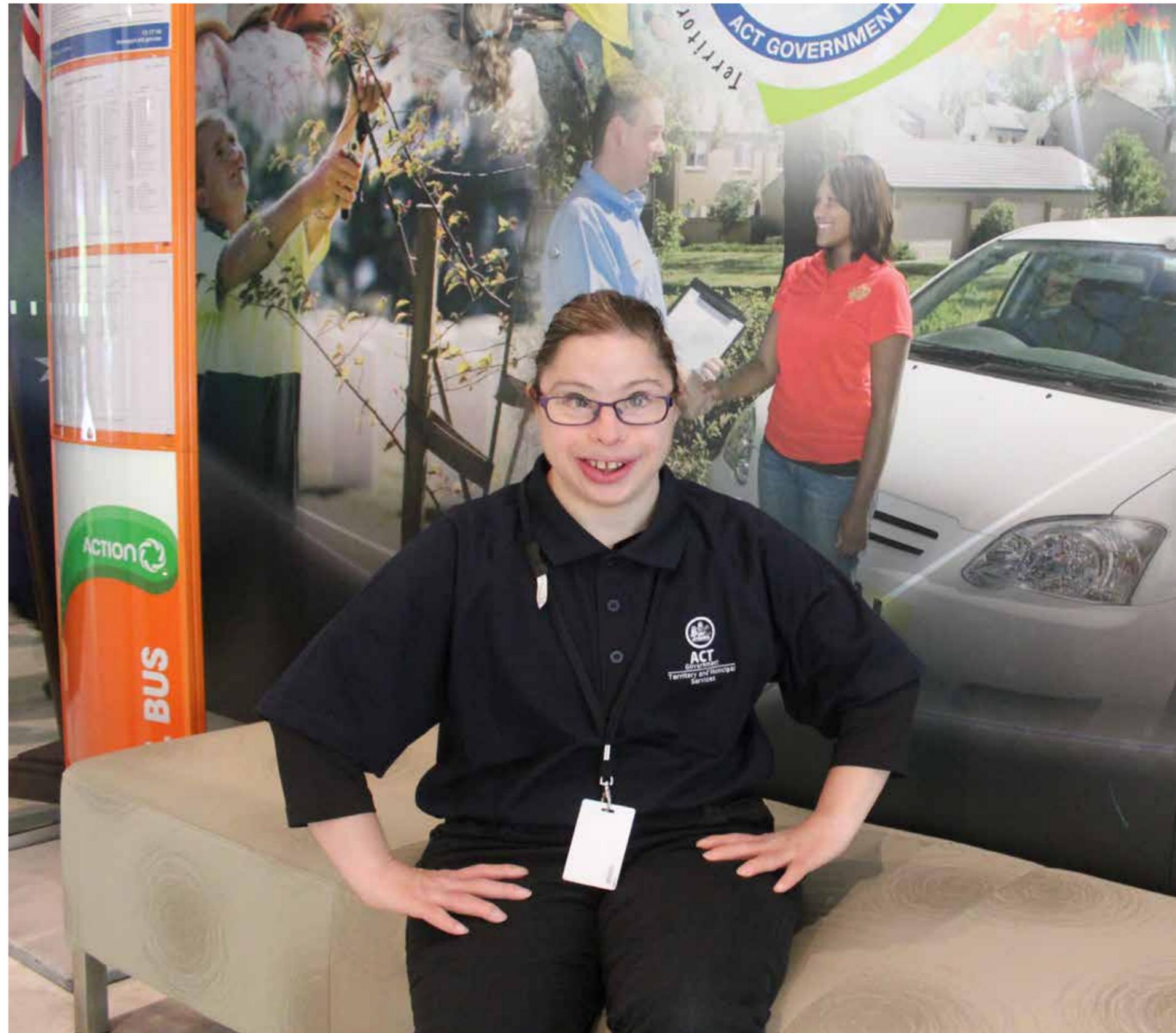


INTAKE & RESPONSE

Intake and Response is the most important function within the Koomarri service delivery model. It provides a 'no wrong door' approach for access to our services and is centrally managed by our Intake and Response Coordinator. The Intake and Response function is a mechanism for crisis response; responding to urgent support placements, providing early intervention and acting as a secondary consultancy service to allied services and stakeholders requiring expert advice on disability specific or service provision matters. In the 2016-17 financial year 43 new clients completed the intake process.

In addition, the Intake and Response Coordinator also provides I-CAN assessments on a fee-for-service basis. The I-CAN is a support needs assessment tool designed to assess and guide support delivery for people with disability including mental illness. It provides a support service and family friendly holistic assessment, conceptually based upon the internationally recognised

WHO ICF Framework. The I-CAN is used in the context of being a report writing tool, a planning tool, a supports delivery tool, as a consistent assessment and tracking system for ongoing support needs of an individual, and can ascertain resource allocation and funding appeals.



SPECIALIST SERVICES

SENIOR PRACTITIONER

The Senior Practitioner advises the Chief Executive Officer and Board of Directors about the provision of specialist disability services and how services can be improved within Koomarri. The role has delegated functions in relation to restrictive interventions and the analysis and investigation into the support Koomarri provides including:

- » developing guidelines and standards
- » providing education and information
- » providing information as to the rights of persons with a disability
- » conducting research, program evaluation and observations of practice within Koomarri services

The Senior Practitioner has direct operational and clinical oversight of Koomarri's specialist Forensic Disability Service.

FORENSIC DISABILITY SERVICE

Koomarri's Forensic Disability Service supports people living with disability who have multiple and complex needs. Managed by a team of professionals with expertise across the disability, mental health, justice and alcohol and other drug sectors, this specialist service provides assistance for people who require support from more than one service – often from many services, identified in one or more ways because they:

- » have a disability specific and/or heightened mental health condition that requires a flexible but evidence-based support response
- » have an additional mental health diagnosis that is difficult to manage with medication alone and affects their ability to live without daily support
- » have a diagnosed intellectual disability or an acquired brain injury that is the result of lifestyle including chronic drug or alcohol abuse, and/or have experienced one or a range of traumatic events

- » have experience of early trauma including family violence, family breakdown and abuse (sexual, emotional, physical)
- » experience poor or complex health problems
- » have a history of homelessness and have been involved in the criminal justice system, including youth detention and prison

The service uses a person centred, strengths based approach underpinned by an evidence based model of support. Koomarri's support model in managing risk in people with intellectual disability is based on the Good Lives Model (GLM) and underpinned by internationally recognised risk assessment and monitoring tools. The Forensic Team is provided with clinical supervision by a Clinical Psychologist and has operational and clinical oversight from Koomarri's Senior Practitioner.

Clients benefit from a range of supports including lifestyle and skills guidance, clinical intervention and treatment programs. The ultimate aim is to help adults who have an intellectual disability to develop independent life skills, implement treatment strategies and actively engage in the community to improve quality of life, reduce the risk of re-engaging in offending behaviours and increase opportunities for community reintegration.

RESEARCH/CONGRESS/ UNIVERSITY PARTNERSHIPS

Koomarri's specialist services work in partnership with the Centre of Applied Psychology - University of Canberra, The Centre for Disability Studies - University of Sydney, the Charles Sturt University and Griffith University Social Work faculties and the Office of the Senior Practitioner, Department of Health and Human Services (DHHS), Victoria.

The Forensic Disability Service is a clinical training placement for Masters Level Clinical Psychology and Social Work university placements, and is involved in internationally recognised research and academic journal submissions. The specialist team is regularly invited participate in conferences, key forums and symposiums to showcase their work.

SERVICE DELIVERY

Koomarri offers a range of services that work in parallel to our employment programs – from living skills development to community access and recreational activities. Our team is focused on providing tailored programs for our clients.

Our services include one to one support to engage with community activities, cooking and sewing courses, social groups and creative classes. Our service delivery programs focus on developing living skills and improving connections with people and places in the local community.

In 2017 Koomarri entered into a partnership with The Markets at Wanniasa to sell upcycled creative products produced by clients in creative classes run at our Belconnen and Queanbeyan sites. Proceeds from the sale of each item are returned to the individual artists.



WORK SKILLS PROGRAMS

Koomarri is committed to supporting people to further develop their skills and offers a number of training options to people with disability across all life ages and stages.

Our Statement of Attainment – Work Skills for Life course provides school leavers and people with a disability up to the age of 30 the opportunity to complete a recognised qualification in preparation for work and further studies. The course covers topics such as:

- » working independently
- » protective behaviours
- » money management
- » dress and hygiene
- » punctuality and attendance
- » how to catch buses in Canberra

We also offer a Certificate II in Skills for Work and Vocational Pathways course that expands on the topics offered as part of the Statement of Attainment and includes:

- » using digital technology
- » reading and responding to routine workplace information
- » writing and numeracy for the workplace
- » customer service
- » job searching

As an extra offering, our clients can also participate in beginner, intermediate and advanced course modules in Information Technology.

At Koomarri we are mindful that formal education is not for everyone and provide a range of short courses. Courses are conducted at a number of sites across Canberra and are run flexibly in both day and evening sessions.



BUSINESS CAPABILITY

Koomarri's Business Capability team provides short and long term individual support to people with disability employed within government and private business, individually matching the skills and interests of a person to the business requirements and needs of these diverse workplaces. When an employee starts in their new role, Koomarri provides on the job training assistance, advisory support and disability awareness training to work colleagues of the individual, job assessment and task reviews, and consultation on the internal capability of the organisation to enable successful long term employment outcomes for the individual.

Koomarri's Business Capability team acknowledges our employment partnerships with Transport Canberra and City Services (TCCS), IP Australia, APSC, Department of Defence, Chief Minister's Office of ACT, Department of Immigration, Cushman & Wakefield, Department of Human Services, the ACT Training Fund Authority, University of Canberra and the Australian Maritime Safety Authority who all provide meaningful long term employment options to the people we support.

COMMERCIAL BUSINESSES

Koomarri's Commercial Businesses provide meaningful work experience and career progression in a competitive commercial environment. Our businesses seek to operate on a commercially viable basis, with profits returning to the businesses to ensure sustainability and growth.

Our Garden Maintenance teams have built on decades of experience to offer a wide range of services including mowing, landscaping, weed control and revegetation. The teams operate from depots in Ainslie and Scullin and have a number of contracts for businesses including Telstra, Spotless, DUO and multiple ACT Government agencies.

In addition to the Garden Maintenance service, Koomarri also continues to provide services to the Yarralumla Nursery through the preparation of seedlings and plants for sale on the wholesale market.

Our cleaning business delivers commercial cleaning services and rubbish removal across several sites.

The Cut Cloth business recycles and cuts cloth received in Koomarri's charity bins to create a product that is sold to private businesses across the city.



SUPPORTED ACCOMMODATION

Koomarri operates shared supported accommodation services which are delivered under a Family Governance model of support.

This is a unique model of service in the disability sector and means Koomarri works collaboratively with the residents and their families in providing a home that encourages and enables independence through person directed supports. In consultation with families, we engage specialist staff to provide support including personal care and skills development under an active support framework.

FLEXIBLE IN-HOME SUPPORT SERVICES

Koomarri's flexible in-home support services assist people to live independently in their own home and community. This assistance can be provided on a short or long term basis depending on needs and our services include:

- » household chores
- » health and personal care
- » community engagement activities
- » home maintenance



OUR WORKFORCE

As a leading provider of disability services, Koomarri works innovatively to develop a workforce that provides specialist support services based on the individual needs of our service users.

Throughout the transition to and full roll out of the NDIS in our region, Koomarri has continued to review and transform our workforce and service structure in order to provide more flexible and individualised supports.

We support our staff by emphasising the importance of values and instilling a performance culture in all we do. Koomarri's clinical supervision framework provides preparatory knowledge and retrospective practice to the direct support workforce. The philosophy of this supervision is multidimensional and encompasses a range of objectives including:

- » high quality and accountable practice
- » a skilled and competent workforce
- » a culture of learning through reflective practice
- » professional and career development



All staff	
Males	63
Females	82
Casual	23
Part Time	53
Full Time	69

Age breakdown	
18-30	31
31-40	36
41 - 50	31
50+	47

ACKNOWLEDGEMENTS AND PARTNERSHIPS

- » ADHC
- » ACT Chief Ministers Department
- » ACT Health
- » Australian Public Service Commission
- » ACT Property Group
- » Australian Maritime Safety Authority
- » Bunnings
- » Canberra Institute of Technology
- » Community Services Directorate
- » Cushman & Wakefield
- » Department of Defence
- » Department of Human Services
- » Department of Immigration and Border Protection
- » Department of Social Services
- » DUO
- » Fuji Xerox
- » Hellenic Club
- » IP Australia
- » National Library of Australia
- » NOUS
- » Professor Douglas Boer
- » Sliced Tech
- » Snow Foundation
- » Spotless
- » Telstra
- » Toyota
- » University of Canberra
- » University of Sydney – Centre for Developmental Disability Studies
- » Victoria Oakden

**KOOMARRI LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

The directors present their report, together with the financial statements, on the company for the year ended 30 June 2017.

Directors

The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

Mr James Service
Mr Len Early
Mr Michael Brennan (part year)
Mr Andrew McCrossin
Ms Lois Fordham
Ms Margaret Reid
Ms Barbara Walsh (part year)
Mr Stephen Holmes

Short-term and long-term objectives

The company's short term objectives are the redesign of Koomarri's service delivery and business enterprises model; and increase business revenue through creating a range of different employment models.

The company's long-term objectives are to remain viable and competitive in the context of a National Disability Insurance Scheme; and, increase the suite of services it is able to offer in both community and supported employment programs.

Strategy for achieving the objectives

To achieve its stated objective, the company strives to establish and foster effective relationships with a range of stakeholders including community services providers, government entities, sponsors, businesses, individuals with disability and their families. By actively encouraging and facilitating stakeholder relationships, the company will be able to achieve its short term objectives of supporting people with disability to participate in the workforce with increased choice about types of work and workplaces; and long term objectives of remaining viable and competitive in changing operating context.

The company is committed to maintain existing programs and developing new programs which support and encourage community inclusion for people with disability; and develop and inspire staff and stakeholders to improve services and supports for people with disability.

In doing so, the company will be able to achieve its short term objective of building revenue while at the same time increasing the number of opportunities for people with disability to access meaningful supports; and long term objectives of maintaining a strong and viable organisation which can support more clients with more services.

The company sets clear and consistent standards and expectations for staff to ensure best practice is applied to all services. These actions contribute to both the short and long term objective and ensure its ongoing status as a leader in disability services.

Principal activities

The principal activity of the company during the financial year was the derivation of income by achieving and maintaining employment within the community and inclusive support assisting people with independence, skills and development in achieving their dreams, goals and aspirations.

There was no significant change in the nature of the activity of the company during the financial year.

Operating Result

The surplus from ordinary activities after income tax amounted to \$124,364 (2016: \$117,007).

Contributions on Winding up

The company is a not-for-profit entity and is limited by guarantee. No dividend has been paid or declared.

Koomarri Limited

ABN 38 599 467 782

Financial Report - 30 June 2017

**KOOMARRI LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

In accordance with the constitution, the company is limited by guarantee to the extent of \$10 per member, and accordingly no dividends have been recommended or paid since the start of the financial period. At 30 June 2017, the total amount that members of the company are liable to contribute if the company is wound up is \$260 (2016: \$260).

Significant changes in the state of affairs

There were no significant changes in the state of affairs that occurred during the financial year.

Matters subsequent to the end of the financial year

In the interval between the end of the financial year and the date of this report, there has arisen no item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to affect significantly the operations, the results of those operations, or the state of affairs in future financial years.

Likely development and expected results of operations

There were no likely developments in the company's operations that were not finalised at the date of this report.

Environmental regulations

The company is not subject to any significant environmental regulations.

Information on directors

Name: Mr James Service
Title: Chairman
Qualifications: MAICD
Experience and expertise: Managing Director JGS Property Group, Chairman CIC Australia Limited, Chairman Peet Flagstone City, Director Googong Township Pty Ltd, Director Peet Alkimos, Chairman of the ACT Building and Construction Industry Training Fund Board, President Canberra Cancerians and Foundation Director Australian Foundation for Mental Health Research.

Name: Mr Len Early
Title: Vice Chairman and Treasurer
Qualifications: BA (Hon), B Ec (Hon).
Experience and expertise: Chairman of Koomarri Finance and Audit Committee, past Chair, the Department of Finance, Commonwealth Financial Statements and Department of Communications Audit Committee.

Name: Mr Michael Brennan¹
Title: Director
Qualifications: BSc LLB (Hon).
Experience and expertise: Canberra Managing Partner, Minter Ellison.

Name: Ms Lois Fordham
Title: Director
Qualifications: BA, Grad AICD, Grad Dip HR (AHRI) FAIM, FAICD.
Experience and expertise: Present – Goodwin Aged Care Services Ltd, ACRISP Advisory Board, Align Corp Pty Ltd, Women's Legal Service. Past – The Street Theatre, SCOPE for Artist Pty Ltd, K; Canberra Convention Bureau, Blusox Pty Ltd, Ashfield Infants Home, Cerebral Palsy League of Qld, NOW Pty Ltd, SportZCo Pty Ltd and DSTC Pty Ltd.

Name: Mr Andrew McCrossin
Title: Director
Qualifications: BEc, LLM, FCA, CTA.

¹ Michael Brennan tendered his resignation from the Board effective 19 June 2017.

**KOOMARRI LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

Information on directors (Continued)

Experience and expertise: Senior Technical Adviser, Australian Taxation Office (ATO), past - Executive Director at Ernst & Young (EY).

Name: Ms. Margaret Reid
Title: Director
Qualifications: BA LLB.
Experience and expertise: Other Directorships held both past and present – Backa Holdings Ltd (Private Company).

Name: Ms Barbara Walsh²
Title: Director
Qualifications: Doctor of Philosophy (PhD), MA (Ord Comm).
Experience and expertise: Past – Council Member, Music for Everyone; Director, Canberra Symphony Orchestra.

Name: Mr Stephen Holmes
Title: Director
Qualifications: BComm, FCA, GAICD
Experience and expertise: Chief Operating Officer at Goodwin Aged Care Services Ltd, Vice Chair of Retirement Living Council (ACT) of the Property Council of Australia.

Company secretary

The company secretary is Ms Nadine Stephen. Ms Stephen was appointed to the position of company secretary in August 2016.

Meetings of directors

The number of meetings of the company's Board of Directors ('the Board') and of each Board committee held during the year ended 30 June 2017, and the number of meetings attended by each director were:

	Directors' Meetings	
	Number of meetings eligible to attend	Number attended
Mr James Service	7	7
Mr Len Early	7	6
Mr Michael Brennan	6	5
Ms Lois Fordham	7	5
Mr Andrew McCrossin	7	7
Ms Margaret Reid	7	4
Ms Barbara Walsh	3	2
Mr Stephen Holmes	7	7

Held: represents the number of meetings held during the time the director held office or was a member of the relevant committee.

Insurance of officers

During the financial year, the company paid a premium of \$7,619 (2016: \$7,992) to insure the directors and secretaries of the company.

The liabilities insured are legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the officers of the company, and any other payments arising from liabilities incurred by the officers in connection with such proceedings. This does not include such liabilities that arise from conduct involving a willful breach of duty by the officers or the improper use by the officers of their position or of

² Barbara Walsh tendered her resignation from the Board effective 23 November 2016.

**KOOMARRI LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

information to gain advantage for themselves or someone else or to cause detriment to the company. If it is not possible to apportion the premium between amounts relating to the insurance against legal costs and those relating to other liabilities.

Indemnity of auditors

The company has not indemnified or agreed to indemnify an auditor of the company during or since the end of the financial year.

Proceedings on behalf of the company

No proceedings have been brought or intervened in on behalf of the company with leave of the Court.

Auditor's independence declaration

A copy of the auditor's independence declaration as required is set out on the following page.

This report is made in accordance with a resolution of directors.

On behalf of the directors



Mr. James Service
Chairman

11th September 2017
Canberra

RSM Australia Partners

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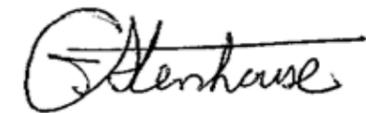
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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Koomarri Limited for the year ended 30 June 2017, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Australian Charities and Not-for-profits Commissions Act 2012* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

RSM Australia Partners



GED STENHOUSE
Partner

Canberra, ACT
Dated: 11 September 2017

KOOMARRI LIMITED

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General information

The financial statements cover Koomarri Limited as an individual entity. The financial statements are presented in Australian dollars, which is Koomarri Limited's functional and presentation currency.

Koomarri Limited is a not-for-profit unlisted public company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office:

Koomarri Limited
25 Launceston Street
Philip ACT 2606

The financial statements were authorised for issue, in accordance with a resolution of directors, on 11th September 2017. The directors have the power to amend and reissue the financial statements.

KOOMARRI LIMITED

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
Revenue from ordinary activities		11,164,771	10,792,446
Other income		802,827	224,789
Revenue from ordinary activities	3	11,967,598	11,017,235
Bank charges		(2,857)	(3,149)
Brokerage costs		(518,030)	(266,685)
Cost of goods sold		(56,674)	(71,807)
Depreciation expense		(322,295)	(283,850)
Employee benefits expense		(9,321,137)	(8,566,075)
Insurance expense		(353,033)	(310,672)
Interest expense		(3,313)	(9,328)
Legal and audit fee		(26,809)	(33,140)
Motor vehicle expenses		(231,672)	(211,848)
Rental expenses		(30,924)	(24,391)
Other expenses		(976,490)	(1,119,283)
Total expenses		(11,843,234)	(10,900,228)
Surplus before income tax expense		124,364	117,007
Income tax expense		-	-
Surplus after income tax expense for the year attributable to the members of Koomarri Limited	10	124,364	117,007
Other comprehensive income for the year, net of tax			
Increase in revaluation reserve	6	868,156	-
Total comprehensive income for the year attributable to the members of Koomarri Limited		992,520	117,007

KOOMARRI LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017

	Note	2017 \$	2016 \$
Current assets			
Cash and cash equivalents	4	2,115,746	1,739,083
Trade and other receivables	5	1,125,809	749,132
Prepayments		60,634	17,223
Total current assets		<u>3,302,189</u>	<u>2,505,438</u>
Non-current assets			
Property, plant and equipment	6	4,762,022	4,066,839
Intangible assets	7	639,312	698,973
Total non-current assets		<u>5,401,334</u>	<u>4,765,812</u>
Total assets		<u>8,703,524</u>	<u>7,271,250</u>
Current liabilities			
Trade and other payables	8	1,057,197	593,531
Employee benefits	9	773,338	909,002
Unexpended grants		128,843	24,905
Finance Lease		38,239	41,475
Total current liabilities		<u>1,997,617</u>	<u>1,568,913</u>
Non-current liabilities			
Finance Lease		11,415	-
Employee benefits	9	-	365
Total non-current liabilities		<u>11,415</u>	<u>365</u>
Total liabilities		<u>2,009,032</u>	<u>1,569,278</u>
Net assets		<u>6,694,492</u>	<u>5,701,972</u>
Equity			
Retained earnings	10	3,901,916	3,777,552
Revaluation reserve		2,792,576	1,924,420
Total equity		<u>6,694,492</u>	<u>5,701,972</u>

KOOMARRI LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2017

	Retained Earnings \$	Revaluation Reserve \$	Total Equity \$
Balance at 1 July 2015	3,660,545	1,924,420	5,584,965
Surplus after income tax expense for the year	117,007	-	117,007
Total comprehensive income for the year	117,007	-	117,007
Balance at 30 June 2016	<u>3,777,552</u>	<u>1,924,420</u>	<u>5,701,972</u>
Balance at 1 July 2016	3,777,552	1,924,420	5,701,972
Surplus after income tax expense for the year	124,364	-	124,364
Increase in revaluation reserve	-	868,156	868,156
Total comprehensive income for the year	124,364	868,156	992,520
Balance at 30 June 2017	<u>3,901,916</u>	<u>2,792,576</u>	<u>6,694,492</u>

KOOMARRI LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
Cash flows from operating activities			
Receipts from members and customers (inclusive of GST)		1,302,861	8,046,612
Payments to suppliers and employees (inclusive of GST)		<u>(11,468,036)</u>	<u>(11,288,751)</u>
		(10,165,175)	(3,242,139)
Interest received		8,664	15,767
Grants received		9,741,856	3,719,414
Other income		<u>872,757</u>	<u>209,022</u>
Net cash from operating activities		<u>458,102</u>	<u>702,064</u>
Cash flows from investing activities			
Payments for property, plant and equipment		(3,770)	(4,934)
Payments for intangibles		<u>(18,869)</u>	<u>(239,175)</u>
Net cash used in investing activities		<u>(22,639)</u>	<u>(244,109)</u>
Cash flows from financing activities			
Repayment of financial lease		<u>(58,800)</u>	<u>(26,587)</u>
Net cash used in financing activities		<u>(58,800)</u>	<u>(26,587)</u>
Net increase in cash and cash equivalents		376,663	431,367
Cash and cash equivalents at the beginning of the financial year		<u>1,739,083</u>	<u>1,307,716</u>
Cash and cash equivalents at the end of the financial year	4	<u><u>2,115,746</u></u>	<u><u>1,739,083</u></u>

KOOMARRI LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial statements are for the entity Koomarri Limited.

Basis for preparation

These are general purpose financial statements that have been prepared for the purposes of complying with the Australian Accounting Standards - Reduced Disclosure Requirements and interpretations issued by the AASB, *Australian Charities and Not-for-profits Commission Act 2012*. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members of Koomarri Limited. Koomarri Limited is a not-for-profit entity for the purpose of preparing the financial statements.

(i) Compliance with Australian Accounting Standards - Reduced Disclosure Requirements

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards – Reduced Disclosure Requirements as issued by the Australian Accounting Standards Board ('AASB').

(ii) New and amended standards adopted by the company

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

(iii) Historical cost convention

These financial statements have been prepared under the historical cost convention.

(iv) Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 2.

(v) Comparative figures

When required by accounting standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Revenue recognition

Revenue is recognised when it is probable that the economic benefit will flow to the company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances, rebates and amounts collected on behalf of third parties.

(i) Sales revenue

Service revenue is recognised when the related services have been performed. For the sale of goods, revenue 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.

(ii) Grants

Grant revenue is recognised in the statement of comprehensive income when the company obtains control of the grant and is probable that the economic benefits gained from the grant will flow to the company and the amount of the grant can be measured reliably.

When grant revenue is received whereby the company 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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

The company receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, which a corresponding amount of income recognised in the statement of comprehensive income.

(iii) *Donations and bequests*

Donations and bequests are recognised as revenue when received unless they are designed for a specific purpose, where they are carried forward as prepaid income on the balance sheet.

(iv) *Interest*

Interest revenue is recognised when received.

Income tax

As the company is a charitable institution in terms of subsection 50.5 of the *Income Tax Assessment Act 1997*, as amended, it is exempt from paying income tax.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the company's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Impairment of assets

Assets are tested for impairment at the end of each reporting period. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value-in-use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

Trade and other receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade receivables are generally due for settlement within 30 days. They are presented as current assets unless collection is not expected for more than 12 months after the reporting date.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

receivables) is used when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short-term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

Property, plant and equipment

Land and buildings are shown at fair value, based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings. Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. All other property, plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Cost may also include transfers from equity of any gains or losses on qualifying cash flow hedges of foreign currency purchases of property, plant and equipment.

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 company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Increases in the carrying amounts arising on revaluations of land and buildings are recognised in other comprehensive income and accumulated in reserves in equity. To the extent that the increase reverses a decrease previously recognised in profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset are first recognised in other comprehensive income to the extent of the remaining surplus attributable to the asset; all of decreases are charged to profit or loss.

Land is not depreciated. Depreciation on other assets is calculated using the straight-line method to allocate their cost or revalued amounts, net of their residual values, over their estimated useful lives or, in the case of leasehold improvements and certain leased plant and equipment, the shorter lease term. The depreciation rates used for each class of depreciation asset are as follows:

<i>Class of fixed asset</i>	<i>Depreciation Rate</i>
Plant and equipment	12 – 33%
Motor vehicles	20%
Buildings	2.5%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss. Gains and losses on disposals are determined by comparing proceeds with carrying amounts. These are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to the asset are transferred to retained earnings.

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Intangible assets

Costs incurred in developing systems and costs incurred in acquiring software that will contribute to future period financial benefits through revenue generation and/or cost reduction are capitalised to software and systems. Costs capitalised include external direct costs of materials and service and direct patrol and payroll related costs of employees' time spent on the project. Amortisation is calculated on a straight-line basis over periods generally ranging from 3 to 10 years.

Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Leases

The determination of whether an arrangement is or contains a lease is based on the substance of the arrangement and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset. A distinction is made between finance leases, which effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to the ownership of leased assets, and operating leases, under which the lessor effectively retains substantially all such risks and benefits.

Finance leases are capitalised. A lease asset and liability are established at the fair value of the leased assets, or if lower, the present value of minimum lease payments. Lease payments are allocated between the principal component of the lease liability and the finance costs, so as to achieve a constant rate of interest on the remaining balance of the liability. Leased assets acquired under a finance lease are depreciated over the asset's useful life or over the shorter of the asset's useful life and the lease term if there is no reasonable certainty that the consolidated entity will obtain ownership at the end of the lease term.

Operating lease payments, net of any incentives received from the lessor, are charged to profit or loss on a straight-line basis over the term of the lease.

In 2017, the company changed the accounting treatment for one of its leases from operating lease to finance lease based on management's reassessment of the terms of the lease contract.

Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months from the reporting date. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

Employee benefits*(i) Short-term employee benefits*

Liabilities for wages and salaries, including non-monetary benefits, annual leave and accumulating sick leave expected to be settled within 12 months after the end of the period in which the employees render the related service are recognised in respect of employee's service up to the end of the reporting period and are measured

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

at the amounts expected to be paid when the liabilities are settled. The liability for annual leave and is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables.

(ii) Other long-term employee benefit obligations

The liability for long service leave which is not expected to be settled within 12 months after the end of the period in which the employees render the related service is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the end of the reporting period on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

NOTE 2. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results.

The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

KOOMARRI LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

NOTE 2. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS (CONTINUED)

Estimation of useful lives of assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Impairment of non-financial assets other than goodwill and other indefinite life intangible assets

The company assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

Employee benefits provision

As discussed in Note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

KOOMARRI LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
NOTE 3. REVENUE		
<i>Revenue from continuing operations</i>		
Commercial sales	1,526,853	1,435,091
Government grants	1,336,843	3,719,414
Funding – NDIS	8,301,075	5,637,941
	<u>11,164,771</u>	<u>10,792,446</u>
<i>Other revenue</i>		
Net gain on disposal of property, plant and equipment	44	602
Interest Income	8,664	15,767
Donations	7,738	13,215
Other income	786,381	195,205
	<u>802,827</u>	<u>224,789</u>
	<u>11,967,598</u>	<u>11,017,235</u>

Government grants

Government grants of \$1,336,843 were recognised as revenue during the financial year. There are no unfulfilled conditions other contingencies attaching to these grants. The company did not benefit directly from any other forms of government assistance.

	2017	2016
	\$	\$
NOTE 4. CASH AND CASH EQUIVALENTS		
Cash on hand	700	150
Cash at bank	2,115,046	1,738,933
	<u>2,115,746</u>	<u>1,739,083</u>

	2017	2016
	\$	\$
NOTE 5. TRADE AND OTHER RECEIVABLES		
Trade receivables	324,226	250,661
Other receivables	801,583	498,471
	<u>1,125,809</u>	<u>749,132</u>

KOOMARRI LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
NOTE 6. PROPERTY, PLANT AND EQUIPMENT		
Buildings - at fair value	4,665,000	4,105,000
Less: Accumulated depreciation	-	(205,531)
	<u>4,665,000</u>	<u>3,899,469</u>
Plant and equipment - at cost	828,265	743,986
Less: Accumulated depreciation	(761,640)	(651,586)
	<u>66,625</u>	<u>92,400</u>
Motor vehicles - at cost	465,523	465,523
Less: Accumulated depreciation	(435,126)	(390,553)
	<u>30,397</u>	<u>74,970</u>
	<u><u>4,762,022</u></u>	<u><u>4,066,839</u></u>

Asset Revaluations

The buildings were independently valued as at 30 June 2017 by Savills Valuations Pty Ltd. Different methods of valuation were used for the different properties. Where appropriate the value was based on the depreciated replacement cost of the improvements excluding land value or using a capitalisation, market yield, approach. Title to the land is held by way of a "leasehold" at the three sites. The critical assumptions adopted in determining the valuation included that the properties are a specialised operational asset and have limited marketability due to unique features. As a result of the valuation, the company recognised an increase in revaluation reserve of \$868,156 in other comprehensive income for the financial year 2017.

	2017	2016
	\$	\$
NOTE 7. INTANGIBLE ASSETS		
Cost	730,032	711,163
Accumulation amortisation	(90,720)	(12,190)
	<u>639,312</u>	<u>698,973</u>

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

Opening balance	698,973	471,628
Additions	18,869	239,175
Amortisation expense	(78,530)	(11,830)
	<u>639,312</u>	<u>698,973</u>

KOOMARRI LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
NOTE 8. TRADE AND OTHER PAYABLES		
Trade payables	1,010,558	518,042
GST payable	46,639	75,489
	<u>1,057,197</u>	<u>593,531</u>
	<u><u>2017</u></u>	<u><u>2016</u></u>
	\$	\$
NOTE 9. EMPLOYEE BENEFITS		
CURRENT		
Employee benefits – annual leave	525,663	574,034
Employee benefits – long service leave	247,675	334,968
	<u>773,338</u>	<u>909,002</u>
NON-CURRENT		
Employee benefits – long service leave	-	365
	<u>-</u>	<u>365</u>
	<u><u>773,338</u></u>	<u><u>909,367</u></u>

NOTE 10. OTHER RESERVES AND RETAINED EARNINGS

Movements in retained earnings were as follows:

	2017	2016
	\$	\$
Opening Balance	3,777,552	3,660,545
Net profit for the year	124,364	117,007
	<u>3,901,916</u>	<u>3,777,552</u>

NOTE 11. COMMITMENTS

Operating Lease commitments

Non-cancellable operating lease payments contracted for but not recognised in the financial statements:

	2017	2016
	\$	\$
Within one year	133,131	135,698
Later than one year but no later than five years	89,246	222,953
	<u>222,377</u>	<u>358,651</u>

NOTE 11. COMMITMENTS (CONTINUED)

The operating lease are for 2 properties and 15 car leases.

The property lease is for the Ainslie and Scullin property. The Ainslie property was renewed in 2013, it is a 5 year lease with rent payable monthly in advance. The Scullin property commenced in 2017 on a 5 year term with rent payable monthly in advance. Out of the 15 car leases, 14 leases have commenced in the 2015/16 financial year.

NOTE 12. CONTINGENCIES

The company had no contingent liabilities as at 30 June 2017 and 30 June 2016.

NOTE 13. KEY MANAGEMENT PERSONNEL DISCLOSURE

Key Management Personnel

The aggregate compensation made to directors and other members of key management personnel of the company is set out below:

	2017	2016*
	\$	\$
Key management personnel compensation	<u>478,636</u>	<u>477,377</u>

* The key management personnel compensation for 2016 has been restated to include employee benefits for all key management personnel as reassessed by the Company.

NOTE 14. RELATED PARTY TRANSACTIONS

There were no transactions between related parties during the reporting period. No members of the Board of Directors received any benefits.

Key management personnel

Disclosures relating to key management personnel are set out in note 13.

Transactions with related parties

There were no transactions with related parties during the current and previous financial year.

Receivable from and payable to related parties

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Loans to/from related parties

There were no loans to or from related parties at the current and previous reporting date.

NOTE 16. MEMBERS' GUARANTEE

The company is incorporated under the *Corporation Act 2001* and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the entity. At 30 June 2017, the number of members was 26 (2016: 26).

NOTE 17. EVENTS AFTER THE REPORTING PERIOD

No matter or circumstance has arisen since 30 June 2017 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial year.

KOOMARRI LIMITED
DIRECTORS' DECLARATION

In the directors' opinion:

- the attached financial statements and notes comply with the Australian Accounting Standards – Reduced Disclosure Requirements, the *Australian Charities and Not-for-profits Commissions Act 2012* and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2017 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors.

On behalf of the directors



Mr. James Service
Chairman

11th September 2017
Canberra

RSM Australia Partners

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INDEPENDENT AUDITOR'S REPORT
To the Members of Koomarri Limited

Opinion

We have audited the financial report of Koomarri Limited (the Company), which comprises the statement of financial position as at 30 June 2017, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion the accompanying financial report of the Company is in accordance with the *Australian Charities and Not-for-profits Commissions Act 2012 (ACNC Act 2012)*, including:

- giving a true and fair view of the Company's financial position as at 30 June 2017 and of its financial performance for the year then ended; and
- complying with Australian Accounting Standards – Reduced Disclosure Requirements.

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 Company in accordance with the auditor independence requirements of the *ACNC Act 2012* and 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 confirm that the independence declaration required by the *ACNC Act 2012*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2017, but does not include the financial report and the 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 the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *ACNC Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

RSM Australia Partners

A handwritten signature in black ink, appearing to read 'G Stenhouse', written over a light blue horizontal line.

GED STENHOUSE

Partner

Canberra, ACT
Dated: 11 September 2017

HOW YOU CAN CONTACT US

Koomarri Central Office:
25 Launceston Street, Phillip ACT 2606

Entrance and car park accessible via
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