

Annual Report  
2018-19



# OUR VISION

To help create sustainable communities for our families through health, housing, education and lore & culture

When reading this publication and sharing it with family and friends, please be mindful that it may contain images and/or names of people who have since passed away.

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# CHAIR AND EO REPORT

Thanarru

Firstly, in this year's report we would both like to acknowledge and pay our respects to the Yinhawangka, Banjima and Nyiyaparli people—the Gumala family. We feel honored and privileged to serve Gumala in our respective positions as Chairperson and Executive Officer of Gumala Aboriginal Corporation (GAC).

The 2018-19 financial year has been both challenging and rewarding for Gumala in this year of review. The General Gumala Foundation (GGF) is focused on improving Member outcomes to become more member-centric within program allocations and service delivery.

In late December 2018, Jahna Cedar finalised her employment with GAC moving on to new challenges. Given that the Foundation and Yandi Land Use Agreement (YLUA) reviews were underway, the GAC Board endeavoured to maintain stability and consistency in the delivery of Gumala's strategy, and as a result, transitioned Justin into the role of Executive Officer upon Jahna's departure. These steps have allowed GAC to retain the corporate knowledge and strategy through the review period.

The survey conducted in early 2019 informed the development of program guidelines for the 2019-20 financial year as well as aspects of the Foundation and YLUA Review. In respect of Member programs, GAC has continued to improve and refine the Member programs, our service delivery to Members and seek alternative funding to achieve the corporation's objectives. Alternative funding and partnerships allow GAC to allocate a majority of Gumala Investments Pty Ltd (GIPL) funds to Member programs.

Whilst we have been unable, at this stage, to provide outcomes to all the points raised by the membership, we were able to move the funeral program from flexible to fixed meaning that our Members have a set amount that they can access for the financial year. This is one example of how your contributions through Gumala surveys are being heard.



Gloria Smith | Chairperson



Justin Dhu | Executive Officer

The Foundation Review was finalised in the first half of 2019 under the remit of GIPL and it has identified 14 key strategies derived from the review and strategy meeting of the GGF. More recently, these have been endorsed by Members at a GIPL consultation meeting held in late September 2019.

GAC will hold a similar consultation around the review of the YLUA on 26 October 2019 in Port Hedland prior to the 2019 GAC Annual General Meeting. Members will have the opportunity to give a voice to their perspective on the performance of the YLUA and how GAC and Rio Tinto Iron Ore (RTIO) have or have not partnered in meeting the outcomes of previous reviews or the determinants of the YLUA. Both GAC and RTIO hope to have the review finalised prior to the end of the year in order to inform planning and strategy moving forward.

As a part of improving GAC's relationships with its Members, the corporation has addressed the issue of information reliability due to its ageing information system. The first half of 2019 involved the migration to a new Enterprise Resource Planning (ERP) software that will integrate the business on one platform. In the remainder of the year, GAC will have systems integrated as a part of this ERP upgrade project.

We look forward to working with the Board and staff of GAC in improving outcomes for Gumala people and thank each of the Directors and staff of GAC, GIPL and GEPL for their continuing commitment and contributions to build a Foundation that is member-centric and beneficial to its Members and Beneficiaries.

## 2019 – 20 Financial Year Focus for GAC

- › YLUA Review - To be finalised and communicated back to GAC Members and improve the relationship with RTIO moving forward.
- › TOAC Re-establishment - GGF to re-establish the Traditional Owners Advisory Council (TOAC) to address applications for membership to the GGF and other cultural matters of concern to Gumala.
- › 5-Year Strategy - As a Foundation, working toward addressing the concerns of the Gumala people defining the remit of each of the entities. Both the Foundation and YLUA Review recommendations will be addressed in this framework.
- › Member Survey - To inform the refinement of Member programs and provide data surrounding the concerns and interests of Gumala people.

Image courtesy of Scott Godley.



Image courtesy of Ngaarda Media.

## GAC proud gold sponsor of 2019 Karijini Experience

GAC was proud to be a Gold Sponsor of the 2019 Karijini Experience. The event, now in its seventh year, was held between 16-21 April. It was hosted by the Nintirri Centre and run in partnership with the Banjima Native Title Aboriginal Corporation.

The Karijini Experience began in 2013 as a dinner for 75 people at the Eco Retreat to start a conversation about experiencing Karijini National Park and the inland Pilbara.

It has since grown to become a major event which promotes the region's cultural values and environmental beauty.

A Welcome to Country and dancing by Banjima Traditional Owners was part of the official opening. This was followed by a host of experiences that included: bush culture and ancient rock walks; Gina Williams and Guy Ghouse singing in the gorge, along with the WA Symphony Orchestra; Banjima tool and weapon making; story time and ecology talks; a bush tucker cook up as well as a Fervour degustation (ocean to forest to desert), and a line-up of local and national musicians; Dan Sultan closing the event.

As part of the festivities, Director May Byrne, who is a Banjima Traditional Owner, read from her book Milyuranba Banjima.

## NAIDOC Week celebrations in Tom Price

This year's NAIDOC Week theme was Voice. Treaty. Truth - the three key elements to the reforms set out in the Uluru Statement from the Heart.

GAC's Tom Price staff took part in local NAIDOC celebrations in late June. The event involved a flag raising ceremony, a Welcome to Country by Wayne Stevens – a local Eastern Guruma Traditional Owner – and a presentation about NAIDOC by Ronwyn James, GAC's Community Engagement & Heritage Officer.

There were also cultural displays, kids' activities, live snakes, and a sausage sizzle featuring kangaroo, emu and crocodile meat. The event was a joint function involving service providers from across the community.



Images courtesy of Kim Gentle, ABC Foundation.



For years the mountain was known as Mt Nameless, but Aboriginal people knew the mountain as Jarndunmunha.

The Jarndunmunha Festival is celebrated with a town parade and a variety of stalls at the local footy oval. This year Gumala had a photograph display of our programs and activities in the community. We also gave away Gumala's 20 year celebration shirts, which were extremely popular with Members.

Thomas Cox tells the story of Jarndunmunha: "It is a sacred place, a spiritual place for Aboriginal men and women in the time before white man. It is still thought about like this today. It is named after the great grandmother of Thomas Cox and Joyce Injie. She lived here before the white man came. After she died her body as carried by horse and carriage to a cave in Jarndunmunha. The body was not buried but covered with stones and is still there today".



## Community gather for Jarndunmunha Festival

On Saturday 12 August the staff from GAC's Tom Price took part in the Jarndunmunha (Mt Nameless) Festival.

Each year the Tom Price community gather to celebrate the history of Tom Price and Mt Jarndunmunha, the beautiful red rock mountain that overlooks the town.

# YEAR IN REVIEW

## GAC Members consulted in survey about Flexible Program Model

GAC would like to thank Members who took part in the Consultation Survey which was held in April 2019.

The purpose of the survey was to seek feedback on the Flexible Program Model in order to ensure our programs are meeting the needs of our Members moving forward.

The survey was completed by 840 participants, which is approximately 52% of our Membership. One question we asked Members was: "What other programs should be offered under the Flexible Model?"

The top answers were: Training & Employment, Crisis Accommodation and Sport & Recreation.

Almost 60% of survey participants thought some programs should be separate, number one being Funerals. And 73% of Members surveyed preferred the Christmas Gift Card over the food hamper

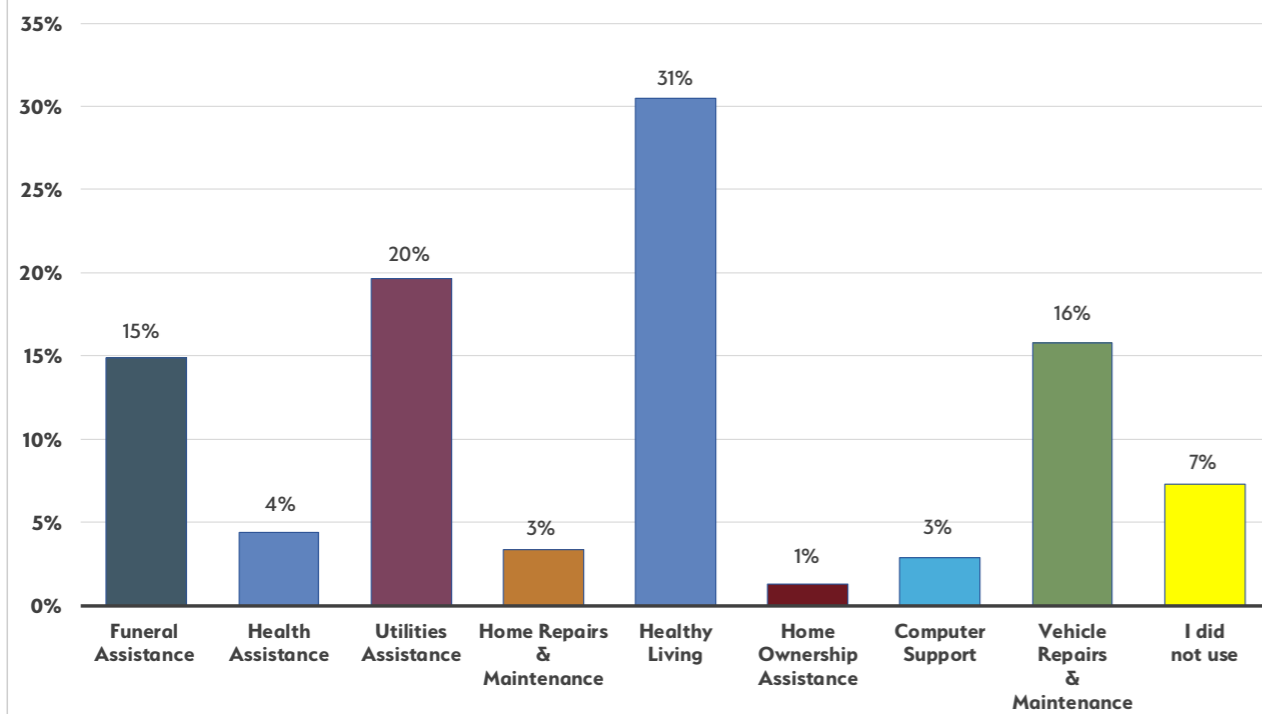
All of these recommendations have now been implemented for the 2019/20 Financial Year.

**31%**

...voted **Healthy Living** as the most popular program!



**Most popular under the Flexible Program Model**



## Gumala's 3a centres offer families support across the Pilbara

This is the eighth year that GAC has been running the Abecedarian Approach Australia (3a) early childhood education program across the Pilbara. The program recognises the importance of parents as the child's first teacher and empowers them to support their children's learning by carrying out the activities at home that have been taught at the centre.

In March 2019, Denise Dann officially joined the Gumala team to become the new coordinator of 3a. Denise is based in Karratha but services the Gumala 3a Centres located in Wakuthuni, South Hedland, Marble Bar, Roebourne and Warralong Community, as well as Karratha.

This past financial year has seen a range of education events and activities take place across the centres. The Karratha Centre received a newly refurbished playground and was thankful for the kind donation of furniture, books and support given by REFAB and Magabala Books.

At the Warralong 3a Centre, Gumala teamed with Ashburton Aboriginal Corporation and Food Bank to enjoy a food literacy and cook up. The dads cooked the main meal, "man pie" while the children made choc banana balls. It was a great opportunity for the children to learn about healthy ways to cook and eat.

Another special day at Warralong was for Nans and kids with the Elders coming in for a visit. It was a fantastic day with an exchange of knowledge and an opportunity for the children to learn from the Elders.

At Wakuthuni, the community came together to transform the 3a Centre from plain sea containers to a work of art. This joint project included the BENNCO Group - who painted the containers in the base black - and Tom Price Primary School, who provided the painting team, mixers, equipment and the lead artist from the school, as well as the 3a coordinating teacher.

# YEAR IN REVIEW

## Homelands tour provides opportunity to meet Members

In June, GAC's Executive Officer Justin Dhu and staff from the Tom Price office took part in a four-day tour of the homelands in the Pilbara.

Along with the EO, staff included Community Engagement and Heritage Officer Ronwyn James, Tom Price Operations Manager Sonya McKenzie and Community Projects Coordinator Shane Seers. They visited Wakuthuni, Bidiltha, Youngaleena, Mingullatharndo, Peedamulla and Karratha.

"For me it was a time to listen and learn about how the Tom Price team is working to engage with our Members and learning about the important work that is being done in the region," said Justin.

Justin is pictured right visiting the 3a staff, parents and students at the centre in Karratha



## 2018 AGM sees election of new Board Directors

Thank you to the Members who attended this financial year's GAC Annual General Meeting on 20 October 2018 at the Wanangkurra Stadium in South Hedland.

Approximately 450 people engaged in a consultation with Rio Tinto (RTIO), and voiced their concerns around the Yandi Land Use Agreement (YLUA) review and what they expected from the business moving forward.

The meeting was also a great opportunity for the Chair and Executive Officer to present information on expenditure from RTIO's compensation payments.

Six seats on the GAC Board were up for election at the meeting and the new Board can be seen on the adjoining page.

## Board Directors



May Byrne  
Secretary



Andrew Dhu



Steven Dhu



Karen Tommy



Gloria Smith  
Chairperson



Mary Mills



Stuart Ingie Jnr \*



Pamela Condon



Natalie Parker  
Deputy Chairperson



Lisa Derschaw



Christina Stone



Brian Tucker \*

\* Directors until 24 May 2019

BANJIMA

YINHAWANGKA

NYIYAPARLI

5,968

Applications were processed in the 2018-19 financial year.

1,406

Members were helped in the 2018-19 financial year.



## MEMBER PROGRAMS AND SERVICES

In the 2018-19 financial year, the new flexible program model was launched following consultation with Members. Feedback given was that not all programs were suitable for all Members and everyone has different needs, depending on the individual, their age, stage of life and obligations.

The new flexible model allows for an allocated amount per Member per year to be spent on the needs of the individual (within set guidelines), rather than having a set limit per program.

The revised approach enables Members to choose how to best spend their entire balance for their individual needs. This is in line with our strategic objective of self-determination and empowerment.

Since the model was implemented in July 2018, feedback from Members has been very positive. They are enjoying the flexibility of the program guidelines and allocation of program funds at their discretion.

# MEMBER PROGRAMS

## FIXED PROGRAMS

### Education Programs

In 2018-19, GAC had four fixed education programs available for Members and Beneficiaries. These included Kindy, Primary School, High School and Tertiary assistance. Each program had a set limit per program per person.

The aim of the education assistance programs (Kindy - Year 12) was to provide support to Gumala families for the costs associated with schooling their children.

Over 700 applications helped students with school fees, uniforms, tutoring, IT equipment and much more.

#### KINDERGARTEN PROGRAM

55 Applications | \$6K Spent

#### PRIMARY SCHOOL PROGRAM

373 Applications | \$70K Spent

#### HIGH SCHOOL PROGRAM

301 Applications | \$121K Spent



### TERTIARY PROGRAM

261 Applications | \$233K Spent

The aim of the Tertiary Education Assistance program was to increase the capacity, knowledge, skills and the overall education of our Members. The program assisted students enrolled in a number of different types of courses. Some examples are given below:

- Bachelor Nursing
- Certificate III Hairdressing
- Certificate IV in Mental Health
- Certificate II in Family Wellbeing
- Certificate III in Business Administration
- Certificate III in Carpentry and Joinery
- Certificate III in Light Vehicle Mechanical Technology
- Certificate III in Process Plant Operations
- Certificate IV in Christian Ministry and Theology
- Diploma of Early Childhood Education and Care
- Certificate III Nail Technician
- University Preparation Course
- Bachelor of Applied Sciences
- Diploma of Financial Planning
- Certificate III in Retail
- Certificate III in Music Industry
- Bachelor of Psychology
- Bachelor of Law
- Certificate II in Hospitality
- Certificate IV in Beauty Therapy
- Certificate III Dog Behaviour Training
- Master of Business Administration
- Diploma of Human Resources Management
- Diploma of Community Services

## FIXED PROGRAMS

### CHRISTMAS GIFT CARD PROGRAM

1128 Applications | \$575K Spent



### Christmas Gift Card Program

At the end of 2018, all GAC Members were eligible to receive a Christmas Gift Card to the value of \$500. The number of people who took up the cards was 1,128, up 180 from 948 the previous Christmas. The total cost of the program was \$575,166.

The introduction of the gift card followed a survey carried out earlier in 2018 which confirmed that Members preferred to shop for their own food at Christmas at their local supermarket rather than receiving a hamper. As a result, the grocery only gift cards were issued to Members.

The feedback around the Christmas Gift Cards was predominantly very positive. Thank you to the following Members who were happy to give us their feedback:

"The Christmas gift card was great for me and my family. What an awesome idea. Food shopping is always expensive no matter where you shop, so the gift card came in handy, helped me out so much, and was very much appreciated. Thanks, Gumala." - Brenda Lockyer

"Thank you for this and for the efficient friendly service. Merry Xmas & Happy New Year." - Ally Johansen

"Thank you Gumala. The voucher helped us out a lot, we had a great Christmas and New Year with plenty of food left over. Thank you for making Christmas and New Year for us. I really appreciate what you have done for me and everyone else." - Sandra Derschow



# MEMBER PROGRAMS

## FLEXIBLE PROGRAMS

### FUNERAL ASSISTANCE

**993**  
Applications

**\$562K**  
\$ Spent

### UTILITIES SUPPORT

**817**  
Applications

**\$443K**  
\$ Spent

### COMPUTER SUPPORT

**144**  
Applications

**\$150K**  
\$ Spent

### HEALTHY LIVING

**1966**  
Applications

**\$1.7M**  
\$ Spent

### HEALTH ASSISTANCE

**182**  
Applications

**\$101K**  
\$ Spent

### VEHICLE SUPPORT & MAINTENANCE

**783**  
Applications

**\$604K**  
\$ Spent

### HOME REPAIRS & MAINTENANCE

**84**  
Applications

**\$136K**  
\$ Spent

### HOME OWNERSHIP

**9**  
Applications

**\$9K**  
\$ Spent

## FLEXIBLE PROGRAMS

### Flexible Programs

In the 2018-19 financial year, the new flexible program model was launched following consultation with Members. The flexible program fund of \$3,000 enabled Members to choose how to best spend their entire balance for their individual needs. This is in line with GAC's strategic objective of self-determination and empowerment.

Some of the feedback that we received from Members around the flexible programs follows:

"Gumala has definitely helped me through the use of the flexible programs and I hope that they continue to help Members live a healthy and happy lifestyle."

"I like the new flexible program as I feel we can put our money where we need it instead of the alternative where we didn't use a lot of the programs and lost a lot of money that could've been spent elsewhere."

"Happy with the new direction Gumala has taken, as with the flexible programs, and the way they've been set up."

"I am a new Member and I am absolutely thrilled with the support that Gumala provides. It changes lives for the better."

"I am very pleased with the assistance that I have received from Gumala this year; the staff have been extremely professional, helpful and courteous."

In the 2019-20 financial year, the flexible balance has increased to \$4,000, and funerals have been given their own allocation of \$1,000 under fixed programs. The flexible program options have also expanded to include Skills Development, Crisis Accommodation, Lore & Culture, and Sport & Recreation.

# MEMBER PROGRAMS

## 835 FUEL VOUCHERS

Members helped to get to work, school, funerals and to meet family and community commitments by processing 835 fuel vouchers.



## VEHICLES 783



Members used the Vehicle Support program to get their cars repaired and pay for insurance and registration.

## 252 ACCOMMODATION

Members were assisted with accommodation bookings.



## RENT 173



Members were helped with their rent.

## 112 COMPUTERS

Members were helped to buy new computers.



# COMMUNITY DEVELOPMENT

## Wirrilimarra

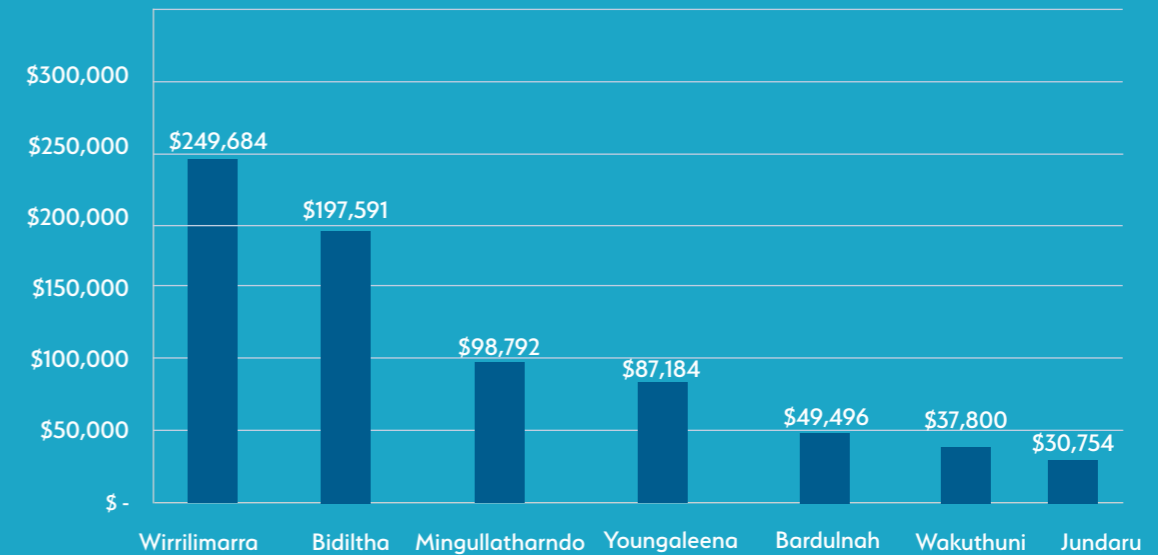
The installation of a solar power system to provide cost-effective power to the community was carried out. The system has also been backed up by the installation of a new 40kVA generator.

Expenditure this financial year  
**\$249,684**



## COMMUNITY EXPENDITURES

From July 2018 to June 2019



## COMMUNITY DEVELOPMENT

Gumala's community development projects have improved the quality of life for many homeland communities and contributed to their ability to achieve sustainable independence.

A key focus in 2018-19 has been to improve the safety and quality of Lore grounds. This will continue each year to address Gumala's vision of maintaining traditional Lore and cultural practices.

Expenditure on community development in the 2018-19 financial year totalled \$751,301, an increase of 66% compared to the previous financial year, with \$450,567 being spent in 2017-18 and \$167,783 in 2016-17.

Several successful outcomes included the installation of solar powered systems at Wirrilimarra and Bidiltha to allow these communities to generate the power they need with minimal costs.

The renovation of Peedamulla Station Homestead at Jundaru is a long-term investment in the restoration of a heritage building rich in Pilbara history.

A full breakdown on the works completed and the expenditure on projects for this financial year follows.

# COMMUNITY DEVELOPMENT



## Bidiltha

The installation of a solar power system to provide cost-effective power to the community was carried out. The community was also provided with two four-room transportable buildings, including bathroom facilities, for additional accommodation.

Expenditure this financial year  
\$197,591



## Bardulnah

Four bough sheds at the community Lore grounds were installed. Two four-room transportable buildings with bathroom facilities for the community to provide additional accommodation during Lore time were delivered onsite.

Expenditure this financial year  
\$49,496

## Mingullatharndo

A joint venture with FMG for the installation of transportable buildings to provide additional accommodation options when required was carried out. Gumala supported the connection of the power and water to the buildings.

Expenditure this financial year  
\$98,792



## Wakuthuni

Minor works and maintenance to ensure community buildings and recreational areas are safe for use was carried out.

Expenditure this financial year  
\$37,800



## Youngaleena

Community Lore ground upgrades were carried out. Improvement to power and water supplies, and the installation of a 3000 litre water tank to ensure adequate water is available during Lore ceremonies was also conducted.

Expenditure this financial year  
\$87,184



## Jundaru

There was ongoing restoration of the heritage listed Jundaru Homestead. Collaboration with heritage architects and engineers was maintained to ensure the restoration is in accordance with The Heritage Council of Western Australia's guidelines.

Expenditure this financial year  
\$30,754



# FINANCIAL STATEMENTS

For the year ended 30 June 2019

## Gumala Aboriginal Corporation (GAC)

ABN 93 807 596 843

ICN 2744

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## Directors

Gloria Smith (Chair)  
Natalie Parker (Vice Chair)  
May Byrne (Secretary)  
Pamela Condon  
Lisa Derschaw  
Andrew Dhu  
Steven Dhu  
Mary Mills  
Christina Stone  
Karen Tommy

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 @GumalaAboriginalCorporation

## Auditors

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Level 3, London House  
216 St Georges Terrace, Perth WA 6000

P +61 (08) 9226 4500

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# FINANCIAL STATEMENTS

## Directors' Report

### GAC Director Summary Information

Our Directors present their report, together with the financial statements of the Corporation, for the financial year ended 30 June 2019.

	Summary of Director's Term		Summary of Board Attendance	
	Term of Office	Position on Board	Number of Meetings Eligible to Attend	Number of Meetings Attended
<b>Banjima Directors</b>				
May Byrne	1 Jul 18 – 30 Jun 19	Secretary	8	8
Andrew Dhu	1 Jul 18 – 30 Jun 19	Director	8	6
Steven Dhu	1 Jul 18 – 30 Jun 19	Director	8	4
Karen Tommy	1 Jul 18 – 30 Jun 19	Director	8	8
<b>Yinhawangka Directors</b>				
Pamela Condon	20 Oct 18 – 30 Jun 19	Director	6	5
Stuart Ingie (Jnr)	1 Jul 18 – 24 May 19	Director	7	3
Mary Mills	1 Jul 18 – 30 Jun 19	Director	8	7
Gloria Smith	1 Jul 18 – 30 Jun 19	Chairperson	8	7
Tyson Weedon	1 Jul 18 – 19 Oct 18	Director	2	1
<b>Nyiyaparli Directors</b>				
Lisa Coffin	1 Jul 18 – 19 Oct 18	Director	2	2
Lisa Derschaw	20 Oct 18 – 30 Jun 19	Director	6	4
Natalie Parker	1 Jul 18 – 30 Jun 19	Deputy Chairperson	8	3
Christina Stone	1 Jul 18 – 30 Jun 19	Director	8	7
Brian Tucker	1 Jul 18 – 24 May 19	Director	7	0

Note: In FY 2018-19 there were eight GAC Board Meetings.

## Foundation Joint Committees

A number of Foundation joint committees were established with Directors from each of Gumala Investment Pty Ltd ("GIPL") and GAC. The GAC Directors who are Members of each of the joint committees are listed below:

	Period on Committee	Number of Meetings Eligible to Attend	Number of Meetings Attended
<b>Foundation Audit and Risk Committee</b>			
Lisa Derschaw	20 Oct 18 – 30 Jun 19	1	1
Andrew Dhu	1 Jul 18 – 30 Jun 19	1	1
Mary Mills	1 Jul 18 – 30 Jun 19	1	1
<b>Foundation Investments Committee</b>			
Pamela Condon	25 May 19 – 30 Jun 19	0	0
Steven Dhu	1 Jul 18 – 30 Jun 19	1	1
Stuart Ingie Jnr	1 Jul 18 – 24 May 19	1	0
Natalie Parker	1 Jul 18 – 30 Jun 19	1	1
<b>Foundation Joint Applications Review Committee</b>			
May Byrne	1 Jul 18 – 30 Jun 19	2	2
Pamela Condon	20 Oct 18 – 30 Jun 19	2	2
Lisa Derschaw	20 Oct 18 – 30 Jun 19	2	2
Mary Mills	1 Jul 18 – 30 Jun 19	2	2
Christina Stone	1 Jul 18 – 30 Jun 19	2	2
Karen Tommy	1 Jul 18 – 30 Jun 19	2	2

# FINANCIAL STATEMENTS

## Directors' Report Continued

The remuneration of those who held the position of Director during the financial year is detailed in the following table:

Name	Remuneration (\$)	Superannuation (\$)	Communication Allowance (\$)	TOTAL (\$)	Dates Received Director Remuneration During 2018/19
Pamela Condon	23,558	2,238	485	26,280	20 Oct 18 – 30 Jun 19
Lisa Derschaw	23,558	2,238	485	26,280	20 Oct 18 – 30 Jun 19
Gloria Smith	66,500	6,317	1,200	74,018	1 Jul 18 – 30 Jun 19
Mary Mills	35,000	3,325	720	39,045	1 Jul 18 – 30 Jun 19
Natalie Parker	44,450	4,223	1,200	49,873	1 Jul 18 – 30 Jun 19
Stuart Ingie (Jnr)	32,308	3,069	665	36,042	1 Jul 18 – 24 May 19
Tyson Weedon	10,769	1,023	222	12,014	1 Jul 18 – 19 Oct 18
Andrew Dhu	35,000	3,325	720	39,045	1 Jul 18 – 30 Jun 19
Brian Tucker	32,308	3,069	665	36,042	1 Jul 18 – 24 May 19
Christina Stone	35,000	3,325	720	39,045	1 Jul 18 – 30 Jun 19
Karen Tommy	35,000	3,325	720	39,045	1 Jul 18 – 30 Jun 19
Lisa Coffin	11,443	1,087	236	12,767	1 Jul 18 – 19 Oct 18
May Byrne	38,150	3,624	1,200	42,974	1 Jul 18 – 30 Jun 19
Steven Dhu	35,000	3,325	720	39,045	1 Jul 18 – 30 Jun 19
<b>TOTAL</b>	<b>458,044</b>	<b>43,513</b>	<b>9,958</b>	<b>511,515</b>	

**Note 1:** GAC Directors did not receive any additional performance bonuses nor were provided with any other incentives.

**Note 2:** The table refers to actual remuneration and communication allowance earned. It does not include costs incurred by GAC for travel-related expenses.

## Overview of Financial Statements

These financial statements are for Gumala Aboriginal Corporation (GAC). The financial accounts of Gumala Enterprises Pty Ltd (GEPL) and, by virtue of the clarified principle arrangement in place, the Gumala Enterprises Trust (GET), are not consolidated in these statements.

## Operating Surplus

GAC has delivered its third consecutive financial year surplus. The operating surplus for the 2019 financial year was \$170,458.

FY2019's revenue and expenditure from General Gumala Foundation ("GGF") funding both increased, mainly due to the Member programs expansion since the program relaunch at the beginning of FY2018. FY2019's GGF funded Member benefits expenditures were two times more than last year. The GGF funded administration costs were slightly reduced by \$0.5m (16%).

	2018/19	2017/18
<b>Funding from General Gumala Foundation (GGF)</b>	\$9,701,924	\$6,203,672
<b>Other Income</b>	\$991,543	\$1,100,405
<b>GGF Funded Member Benefits</b>	(\$6,939,956)	(\$3,113,219)
<b>GGF Funded Administration Costs</b>	(\$2,724,475)	(\$3,267,823)
<b>Depreciation and Amortisation Expense</b>	(\$92,537)	(\$141,656)
<b>Other Funded Member Benefits</b>	(\$610,482)	(\$616,035)
<b>Other Funded Administration Costs</b>	(\$155,561)	(\$110,593)
<b>SURPLUS / (DEFICIT)</b>	<b>\$170,456</b>	<b>\$54,751</b>

## Principal Activities

As the manager of the GGF, GAC mainly delivers benefits to Members through Member programs, in-kind assistance for community development and joint partnerships with external parties. GAC continues to focus on creating sustainable communities through the areas of Health, Housing, Education and Law & Culture. GAC is committed to providing valuable and sustainable programs and services for its Members by delivering positive outcomes for people and the community.

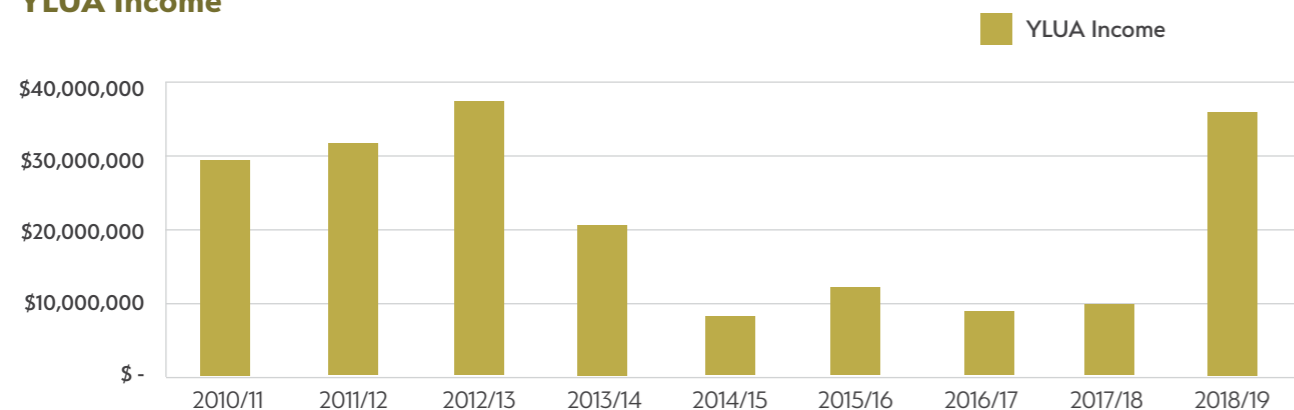
# FINANCIAL STATEMENTS

## Directors' Report Continued

### Key GAC Events

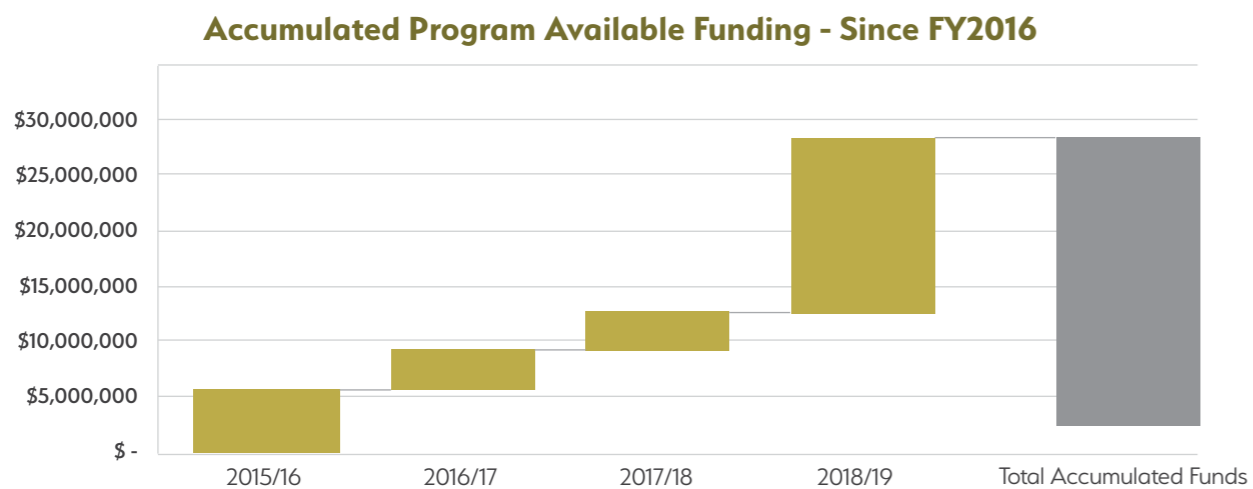
Since iron ore prices hit bottom in early 2016, land disturbance from mining activities at the Yandicoogina Mine site was maintained at a relatively low level of operations. This had a major impact on the revenue received by the GGF from Rio Tinto. However, due to an increase in commodity prices, activities bounced back over the past 12 months. Because of the resulting land disturbance, GGF received an unpredictable revenue from Rio Tinto's Yandi Land Use Agreement ("YLUA") income – a total of \$36m in FY2019. This is the second highest amount of land use income received in a single financial year for the past decade.

### YLUA Income



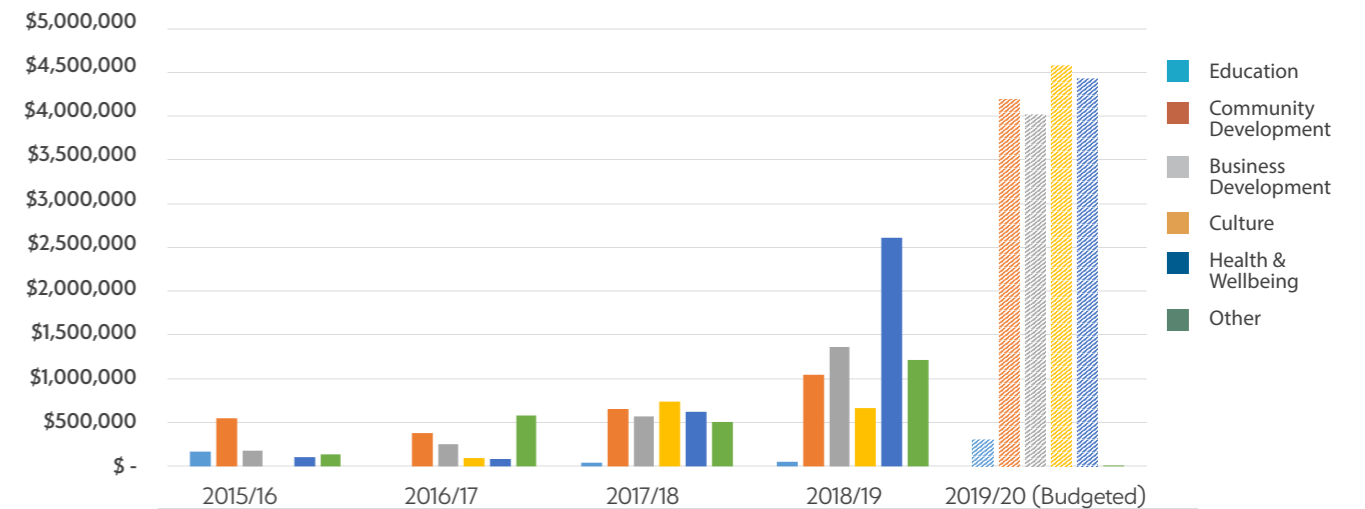
Since FY2016, GAC and GGF have agreed to replace advance funding arrangements with funding in arrears. This arrangement ensures that GAC has more financial certainty on funds available for Member programs. As a result of this funding arrangement change, the GAC budget dedicated to programs is based on these Member Program Available Funds (see chart below).

### Member Program Available Funds



As of 30 June 2019, Member available funds have increased to \$28.5m, 57% of which comes from FY2019's GGF revenue.

### Member Program Benefits



The above table shows the actual Member programs spending for the past four years and the approved budget for FY2020. Approximately \$6.9m was spent on Member programs in FY2019. GAC has budgeted around \$17.5m for FY2020 Member programs which will come out of the Member available funds: \$28.5m, as mentioned in the previous paragraph.

Since a new flexible program model was launched in July 2018, \$3.7m was spent by Members in the flexible program in FY2019. Due to the popularity and positive feedback from a Member survey about the flexible program, GAC has budgeted \$12m to be spent on the flexible program in FY2020. This was designed to encourage each GAC Member to receive program benefits as per their own needs.

On top of the GGF funded Member programs, GAC is always actively seeking external grant funds and partnership opportunities to deliver more benefits to our Members.

### Significant Changes in State of Affairs

At the 2018 GAC Annual General Meeting ("AGM"), six Board positions with a one-year term were due for re-election. All six positions were filled and have new two years terms. Of those six re-elected Board positions, four out of the six seats were filled by existing Board members and the other two were newly appointed GAC Board members. This method ensures staggered terms with the carryover of corporate knowledge for new Directors.

As of May 2019 the board consists of ten Directors, two vacancies exist and are expected to be filled at the 2019 AGM.

### After Balance Date Events

The YLUA review has commenced with an external consultant who was appointed by GAC to liaise with the Corporation, GAC Members and Rio Tinto Iron Ore.

Gumala Enterprise Pty Ltd (GEPL) is preparing the FY2019 annual financial statement. GAC is uncertain about the amount of the dividend distributions until distributions are recognised and declared by GEPL.

## Directors' Report Continued

### After Balance Date Events continued

The Board is developing a Business Plan proposal with external consultants to present to Rio Tinto Iron Ore by 31 August 2019. The proposal stipulates the management of cattle services on Rocklea and Juna Downs stations.

Other than the YLUA review, potential distributions and business plan proposal, no matters or circumstances have arisen since the end of the financial year, which significantly affected or could significantly affect the operations of the Corporation, the results of those operations or the state of affairs of the Corporation in future financial years.

### Indemnifying Officers or Auditors

During the Financial Year, the Corporation has paid a premium in respect of insuring Directors and Officers of the Corporation. The terms of the premium paid are commercial in confidence and, therefore, have not been disclosed.

### Compensation of Key Management Personnel

	2018/19 (\$)	2017/18 (\$)
Directors	511,515	518,270
Key Management Personnel – Salaries and Wages*	390,106	325,284
Key Management Personnel - Other Benefits <sup>^</sup>	15,273	18,354
<b>Total</b>	<b>916,894</b>	<b>861,908</b>

\*During the reporting period a total of three (2017/18: 3) Key Management Personnel were employed by the Corporation.

<sup>^</sup>KMP other benefits included staff housing subsidies and motor vehicle usages.

### Options

The Corporation does not have any options to declare at the date of this report.

### Non-Audit Services

None of the non-audit services were provided to the Corporation.

### Auditor's Independence Declaration

A copy of the Auditors independence declaration attached.

Signed in accordance with a resolution of the Board of Directors:

Director: 

**Chairperson** Gloria Smith

Dated this XXX day of August 2019

To The Board of Directors

### Auditor's Independence Declaration under Section 339-50 of the Corporations (Aboriginal and Torres Strait Islander) Act 2006

In accordance with section 339-50 of the Corporations (Aboriginal and Torres Strait Islander) Act 2006, I am pleased to provide the following declaration of Independence to the Board of Directors of Gumala Aboriginal Corporation.

As lead audit partner for the audit of the financial statements of Gumala Aboriginal Corporation for the financial year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* in relation to the audit; and
- any applicable code of professional conduct in relation to the audit.

Yours faithfully



**BENTLEYS**  
Chartered Accountants



**CHRIS NICOLOFF CA**  
Partner

Dated at Perth this 20<sup>th</sup> day of September 2019



# FINANCIAL STATEMENTS

## Statement of Profit or Loss and Other Comprehensive Income

	Note	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Income</b>			
Funding from General Gumala Foundation - Member Benefits	2(a)	6,327,613	2,612,088
Funding from General Gumala Foundation - Administration	2(b)	3,374,311	3,591,584
Other Income	2(c)	991,543	1,100,405
<b>TOTAL INCOME</b>		<b>10,693,467</b>	<b>7,304,077</b>
<b>GGF Funded Expenditure</b>			
Member Benefits	3(a)	6,939,956	3,113,219
Administration Costs	3(b)	2,724,475	3,267,823
Depreciation	8, 10	92,537	141,656
<b>Total GGF Funded Expenditure</b>		<b>9,756,968</b>	<b>6,522,698</b>
<b>Other Funded Expenditure</b>			
Member Benefits	3(c)	649,950	615,221
Administration Costs	3(d)	116,093	111,407
<b>Total Other Funded Expenditure</b>		<b>766,043</b>	<b>726,628</b>
<b>TOTAL EXPENSES</b>		<b>10,523,011</b>	<b>7,249,326</b>
<b>SURPLUS / (DEFICIT) FOR THE YEAR</b>		<b>170,456</b>	<b>54,751</b>

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

## Statement of Financial Position

		30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	4	2,830,886	3,232,278
Trade and Other Receivables	5	1,393,414	710,158
Other Assets	6	113,118	145,327
<b>Total Current Assets</b>		<b>4,337,418</b>	<b>4,087,763</b>
<b>Non-Current Assets</b>			
Receivables	5	290,086	490,086
Investments	7	3	3
Property, Plant and Equipment	8	86,997	91,558
Intangible Assets	9	-	33,313
Projects	10	-	27,039
<b>Total Non-Current Assets</b>		<b>377,086</b>	<b>641,999</b>
<b>TOTAL ASSETS</b>		<b>4,714,504</b>	<b>4,729,762</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables	11	716,643	954,104
Provisions	12	171,092	135,991
Other Liabilities	13	173,082	150,640
<b>Total Current Liabilities</b>		<b>1,060,817</b>	<b>1,240,735</b>
<b>Non-Current Liabilities</b>			
Provisions	12	7,924	13,720
<b>Total Non-Current Liabilities</b>		<b>7,924</b>	<b>13,720</b>
<b>TOTAL LIABILITIES</b>		<b>1,068,741</b>	<b>1,254,455</b>
<b>NET ASSETS</b>		<b>3,645,763</b>	<b>3,475,307</b>
<b>Equity</b>			
Retained Surplus	14	3,645,763	3,475,307
<b>TOTAL EQUITY</b>		<b>3,645,763</b>	<b>3,475,307</b>

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

# FINANCIAL STATEMENTS

## Statement of Changes in Equity

	Retained Surplus (\$)	Total (\$)
<b>30 JUNE 2018 FINANCIAL YEAR</b>		
Balance at 1 Jul 2017	3,420,556	3,420,556
Surplus for the year	54,751	54,751
<b>BALANCE AT 30 JUNE 2018</b>	<b>3,475,307</b>	<b>3,475,307</b>
<b>30 JUNE 2019 FINANCIAL YEAR</b>		
Balance at 1 Jul 2018	3,475,307	3,475,307
Surplus for the year	170,456	170,456
<b>BALANCE AT 30 JUNE 2019</b>	<b>3,645,763</b>	<b>3,645,763</b>

This Statement of Changes in Equity should be read in conjunction with the accompanying notes.

## Statement of Cash Flows

	Note	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Cash Flow From Operating Activities</b>			
Receipts from customers		9,982,903	8,104,831
Payments to suppliers and employees		(10,612,170)	(6,865,448)
<b>NET CASH PROVIDED BY / (USED IN) OPERATING ACTIVITIES</b>	15	<b>(629,267)</b>	<b>1,239,383</b>
<b>Cash Flow From Investing Activities</b>			
Interest received		46,663	20,270
Proceeds from sale of plant and equipment		8,836	88,565
Purchase of property, plant and equipment		(27,624)	(16,645)
<b>NET CASH PROVIDED BY / (USED IN) INVESTING ACTIVITIES</b>		<b>27,875</b>	<b>92,190</b>
<b>Cash Flow From Financing Activities</b>			
Loan Repayments from GEPL		200,000	200,000
<b>NET CASH FROM FINANCING ACTIVITIES</b>		<b>200,000</b>	<b>200,000</b>
Net increase / (decrease) in cash held		(401,392)	1,531,573
Cash and cash equivalents at beginning of financial year		3,232,278	1,700,705
<b>CASH AND CASH EQUIVALENTS AT THE END OF FINANCIAL YEAR</b>	4	<b>2,830,886</b>	<b>3,232,278</b>

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

## Notes to the Financial Statements

These financial statements cover the economic entity of GAC, which is established and domiciled in Australia with its registered office at 1 Stadium Road, Tom Price WA 6751.

### Note 1 Summary of Significant Accounting Policies

#### (a) Basis of Preparation

This financial report is a general-purpose report that has been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board and the Corporations (Aboriginal and Torres Strait Islanders) Act 2006. The Corporation is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report is presented in Australian dollars, has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

#### (b) New Accounting Standards

The Corporation has adopted all of the new and revised standards and interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for an accounting period that begins on or after 1 January 2018.

Any new revised or amended accounting standards or interpretations that are not set mandatory have not been early adopted.

New and revised standards and amendments thereof and interpretations effective for the current year that are relevant to the Corporation include:

#### AASB 9 Financial Instruments and Related Amending Standards

In the current year, the Corporation has applied AASB 9 Financial Instruments (as amended) and the related consequential amendments to other Accounting Standards that are effective for an annual period that begins on or after 1 January 2018. The transition provisions of AASB 9 allow an entity not to restate comparatives, however, there was no material impact on adoption of the standard.

Additionally, the Corporation adopted consequential amendments to AASB 7 Financial Instruments: Disclosures.

In summary AASB 9 introduced new requirements for:

- > the classification and measurement of financial assets and financial liabilities,
- > impairment of financial assets, and
- > general hedge accounting.

In addition, the AASB has issued new and amended accounting standards and interpretations that have mandatory application dates for future reporting periods. The Corporation has taken steps to ensure timely application of these standards. The new and amended standards that are relevant to the Corporation are listed below:

#### AASB 15 Revenue from Contracts with Customers

AASB 15 replaces AASB 118: Revenue, AASB 111 Construction Contracts and some revenue-related Interpretations. In summary, AASB 15:

- > establishes a new revenue recognition model;
- > changes the basis for deciding whether revenue is to be recognised over time at a point in time;
- > provides a new and more detailed guidance on specific topics (e.g. multiple element arrangements, variable pricing, rights of return and warranties); and
- > expands and improves disclosures about revenue.

When this Standard is first adopted for the year ending 30 June 2020, there is not expected to be any material impact on the transactions and balances recognised in the financial statements.

### Note 1 Summary of Significant Accounting Policies (continued)

#### AASB 16 Leases

AASB 16 introduces new requirements for the classification and measurement of operating leases. These requirements involve the recognition of a lease liability and a corresponding right-of-use asset for all lease arrangements.

The effective date for this standard is for annual reporting periods beginning on or after 1 January 2019. GAC is currently assessing the impact of adopting the new standard of AASB 16.

#### (c) Revenue and Other Income

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Corporation and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised.

#### Funding from Gumala General Foundation

Funding is provided by Gumala Investments Pty Ltd ("GIPL") as the Trustee for the General Gumala Foundation based on budgeted expenditure for the delivery of benefits to Members and other projects. Income from GIPL is recognised in line with the related expenditure and budgeted period. Quarterly acquittals are required to reimburse GIPL funded expenditure which has been spent according to the budget.

#### Heritage Surveys

Revenue is generated under the Yandi Land Use Agreement to implement its key objectives to deliver benefits to Traditional Owners. Revenue is recognised following provision of the service to Rio Tinto.

#### Interest

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

#### Government grants

Grants are recognised at the fair value where there is reasonable assurance that the grant will be received and all attaching conditions have been complied with.

When the grant relates to an expense item, it is recognised as income over the periods necessary to match the grant on a systematic basis to the costs that it is intended to compensate.

#### Gumala Enterprise Trust ("GET") Distribution

Distributions from GET are recognised when they are declared.

#### (d) Interests in Subsidiaries

The interest in GAC's owned subsidiaries, Gumala Enterprises Pty Ltd ("GEPL") and, by virtue of the classified principle arrangement in place, the Gumala Enterprises Trust, are not consolidated into these financial statements on the basis that control by GAC has not existed at any time during or since the end of the reporting period. The Corporation has decided to value the investments in the subsidiaries at cost.

#### (e) Principles of Consolidation

##### Subsidiaries

The financial statements do not incorporate the assets and liabilities of all subsidiaries of GAC as at 30 June 2019. As disclosed in Note 1(d), GAC did not control GEPL during the reporting period.

#### (f) Income Tax

No income tax has been charged as the Corporation is exempt from paying income tax.

## Notes to the Financial Statements (continued)

### Note 1 Summary of Significant Accounting Policies (continued)

#### (g) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

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

#### (h) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities in the statement of financial position.

#### (i) Property, Plant and Equipment

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

#### Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by Directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

#### Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Corporation commencing from the time the asset is held ready for use.

The estimated useful lives used for each class of depreciable assets are:

#### Class of Fixed Assets

Motor Vehicles	12.50% - 20.00%
Buildings	6.67%
Plant, Furniture and Equipment	5.00% - 25.00%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

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.

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

#### (j) Projects

Each project is carried at cost or fair value as indicated, less, where applicable, any accumulated depreciation and impairment losses.

#### Capitalised Costs

Projects are measured on the cost basis less any accumulated depreciation and any impairment losses. 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 Corporation and the cost can be reliably measured. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

### Note 1 Summary of Significant Accounting Policies (continued)

#### Depreciation

The depreciable amount of all projects is depreciated on a straight-line basis over the asset's useful life to the Corporation commencing from the time the asset is held ready for use.

The estimated useful lives used for each class of depreciable asset contained within the projects are:

#### Class of Fixed Assets

Motor Vehicles	12.50% - 20.00%
Buildings	4.00% - 6.67%
Plant, Furniture and Equipment	5.00% - 25.00%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

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.

#### (k) Intangible Assets

##### Recognition of intangible assets

Acquired computer software and computer licenses are capitalised on the basis of the costs incurred to acquire and install the specific software.

##### Subsequent measurement

All intangible assets, are accounted for using the cost model whereby capitalised costs are amortised on a straight-line basis over their estimated useful lives, as these assets are considered finite. Residual values and useful lives are reviewed at each reporting date. In addition, they are subject to impairment testing.

The following estimated useful lives are applied:

**Software: 20 - 40%**

Amortisation has been included within depreciation, amortisation and impairment of non-financial assets.

Subsequent expenditures on the maintenance of computer software are expensed as incurred.

When an intangible asset is disposed of, the gain or loss on disposal is determined as the difference between the proceeds and the carrying amount of the asset, and is recognised in profit or loss within other income or other expenses.

#### (l) Impairment of Assets

At each reporting date, the Corporation assesses whether there is any indication that an asset may be impaired. The assessment will include the consideration of external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, (being the higher of the asset's fair value less costs to sell and value in use), to the asset's carrying value.

Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement. Where it is not possible to estimate the recoverable amount of an individual asset, the Corporation estimates the recoverable amount of the cash-generating unit to which the asset belongs.

#### (m) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Corporation 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.

#### (n) Provisions

Provisions are recognised when the Corporation 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 are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

## Notes to the Financial Statements (continued)

### Note 1 Summary of Significant Accounting Policies (continued)

#### (o) Employee Benefits

Provision is made for the Corporation's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits payable later than one year have been measured at present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

#### Superannuation

The Corporation pays fixed contributions at the statutory rate to defined contribution plans as specified by the choice of the employees. The Corporation has no legal or constructive obligations to pay contributions in addition to its fixed contributions, which are recognised as an expense in the period that relevant employee services are received.

#### (p) Financial Instruments

##### Initial Recognition and Measurement

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

Financial instruments are initially measured at fair value plus transaction costs, except where the instruments are classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately. Financial instruments are classified and measured as set out below.

##### Classification and Subsequent Measurement

Financial instruments are subsequently measured at either of fair value, amortised cost using the effective interest rate method, or cost. Fair value represents the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

##### Amortised cost is calculated as:

- a) the amount at which the financial asset or financial liability is measured at initial recognition;
- b) less principal repayments;
- c) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and
- d) the maturity amount calculated using the effective interest method; and
- e) less any reduction for impairment.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability.

Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss. The Corporation does not designate any interest as being subject to the requirements of accounting standards specifically applicable to financial instruments.

### Note 1 Summary of Significant Accounting Policies (continued)

#### Financial Instruments (continued)

##### (i) Financial assets at fair value through profit or loss or through other comprehensive income

Financial assets are classified at 'fair value through profit or loss' or 'fair value through other comprehensive income' when they are either held for trading for purposes of short-term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss if electing to choose 'fair value through profit or loss' or other comprehensive income if electing 'fair value through other comprehensive income'.

##### (ii) Financial liabilities

The Corporation's financial liabilities include trade and other payables, loan and borrowings, provisions for cash bonus and other liabilities which include deferred cash consideration and deferred equity consideration for acquisition of subsidiaries & associates.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings, and payables, net of directly attributable transaction costs.

##### Fair value

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

##### Derecognition

Financial assets are derecognised where the contractual rights to receipts of cash flows expire or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risk and benefits associated with

the asset. Financial Liabilities are recognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

##### (q) Leases

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight line basis over the life of the lease term.

##### (r) Key Judgement – Receivables

The Corporation assesses at each reporting date the recoverability of its receivable balances. Where evidence exists that the amount might not be recoverable, the recoverable amount to be recorded is considered.

In the 2015 financial year, based on the financial position of the Gumala Enterprises Trust ("GET"), GAC provided fully for a debt of \$2,213,753 owing from distributions from GET.

During the 2017 year, GET and GAC finalised a repayment arrangement with the 2015 distribution being amended from \$901,929 to \$28,262, and \$450,000 being paid in accordance with the agreed schedule.

Due to the demonstration of capacity to repay the debt, GAC has reversed the previously provided-for balance of \$2,213,753 and the remaining debt of \$890,086 is recognised as fully recoverable in FY2017. \$400,000 was paid since FY2018 and the remaining debt amounts become \$490,086 as at 30 June 2019.

# FINANCIAL STATEMENTS

## Notes to the Financial Statements (continued)

### Note 2 Income

#### Note 2(a) Funding from General Gumala Foundation – Member Benefits

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Business Development Grants	50,047	34,238
Community Development Grants	1,443,387	524,078
Cultural Purposes Grants	578,888	741,819
Education and Training Grants	1,029,712	692,741
Health and Wellbeing Grants	2,614,117	619,212
Other Grants	611,462	-
<b>TOTAL FUNDING FROM GENERAL GUMALA FOUNDATION - MEMBER BENEFITS</b>	<b>6,327,613</b>	<b>2,612,088</b>

#### Note 2(b) Funding from General Gumala Foundation – Administration

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Administration Funding	2,087,346	2,469,231
Board Cost	627,029	539,411
GAC Annual General Meeting	325,219	277,519
Consultation Survey	334,717	305,423
<b>TOTAL FUNDING FROM GENERAL GUMALA FOUNDATION - ADMINISTRATION</b>	<b>3,374,311</b>	<b>3,591,584</b>

#### Note 2(c) Other Income

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Department of Aboriginal Affairs	-	49,722
Department of Social Services	158,891	156,542
Department of Prime Minister and Cabinet	383,509	367,010
Heritage Council of WA	30,754	-
Rio Tinto	258,388	260,879
Western Australian Police Force	22,603	-
Workskil Australia	5,909	-
Once-off External Grant	31,530	-
<b>SUB-TOTAL</b>	<b>891,584</b>	<b>834,153</b>

#### Note 2(c) Other Income (continued)

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Interest Received	46,663	20,271
Sale of Non-Current Assets	8,835	88,565
Bus Program Sponsorship	9,134	14,401
Shared Service Agreement Income	3,317	8,550
Other	32,010	134,465
<b>TOTAL OTHER INCOME</b>	<b>991,543</b>	<b>1,100,405</b>

### Note 3 Expenses

#### Note 3(a) GGF Funded Member Benefits

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Member Business Development Projects</b>		
Traineeships and Internships	48,805	34,238
Money Business Project	1,242	-
<b>TOTAL MEMBER BUSINESS DEVELOPMENT PROJECTS</b>	<b>50,047</b>	<b>34,238</b>
<b>TOTAL BUSINESS DEVELOPMENT MEMBER BENEFITS</b>	<b>50,047</b>	<b>34,238</b>

#### Member Community Development Assistance Programs

Utilities Support	443,332	-
Home Repairs & Maintenance	135,628	-
Donga Relocation	71,224	3,800
Bardulah Infrastructure Upgrades	43,480	-
Bidiltha Fencing	-	2,067
Jundaru Make Safe	-	13,660
Wirrillimarra Stage 3 Completion Works	249,684	308,122
Wakuthuni Community Place Planning Stage 1	-	104
Bidiltha Homeland Visit Works	191,575	43,947
Mingullatharndo Safe Water	39,601	53,096
Community Projects Pool	44,175	-
<b>TOTAL MEMBER COMMUNITY DEVELOPMENT ASSISTANCE PROGRAMS</b>	<b>1,218,699</b>	<b>424,796</b>

# FINANCIAL STATEMENTS

## Notes to the Financial Statements (continued)

### Note 3(a) GGF Funded Member Benefits (continued)

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Member Community Development Projects</b>		
Community Development Project	139,201	139,063
<b>TOTAL MEMBER DEVELOPMENT COMMUNITY PROJECTS</b>	<b>139,201</b>	<b>139,063</b>
<b>TOTAL COMMUNITY DEVELOPMENT MEMBER BENEFITS</b>	<b>1,357,900</b>	<b>563,859</b>
<b>Member Cultural Assistance Programs</b>		
Cane River Toilets	-	2,342
Lore Camp Maintenance	86,136	17,553
Funeral Program	561,632	661,054
<b>TOTAL MEMBER CULTURAL ASSISTANCE PROGRAMS</b>	<b>647,768</b>	<b>680,949</b>
<b>Member Culture Community Projects</b>		
Culture Projects	16,608	60,122
<b>TOTAL MEMBER CULTURAL ASSISTANCE PROJECTS</b>	<b>16,608</b>	<b>60,122</b>
<b>TOTAL CULTURAL PURPOSES MEMBER BENEFIT</b>	<b>664,376</b>	<b>741,071</b>
<b>Member Education and Training Programs</b>		
Kindergarten Education	6,051	4,548
Primary Education	70,068	72,770
Secondary Education	121,005	43,994
Tertiary Education	232,521	141,187
Computer Support	149,739	-
Education Incentive	-	3,682
3a Support	234,577	260,193
Wakuthuni Community Centre	81	-
Karratha Homework Club	2,513	847
<b>TOTAL EDUCATION AND TRAINING MEMBER PROGRAMS</b>	<b>816,555</b>	<b>527,221</b>
<b>Member Education and Training Community Projects</b>		
School Years Education Project	226,621	126,333
<b>TOTAL MEMBER EDUCATION AND TRAINING COMMUNITY PROJECTS</b>	<b>226,621</b>	<b>126,333</b>
<b>TOTAL EDUCATION AND TRAINING MEMBER BENEFITS</b>	<b>1,043,176</b>	<b>653,554</b>

### Note 3(a) GGF Funded Member Benefits (continued)

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Member Health and Wellbeing Programs</b>		
St. John Ambulance Cover	-	(820)
Mental Health First Aid	-	1,434
Protective Behaviours Training	-	(168)
Health in Motion	-	479
Home Ownership Assistance	8,608	-
Healthy Living	1,720,888	-
Health Assistance	101,438	44,651
Christmans Gift Cards/Chrisco Hamper	575,166	572,647
<b>TOTAL HEALTH AND WELLBEING MEMBER PROGRAMS</b>	<b>2,406,100</b>	<b>618,223</b>
<b>Member Health and Wellbeing Projects</b>		
Health Project	208,017	-
<b>TOTAL MEMBER HEALTH AND WELLBEING PROJECTS</b>	<b>208,017</b>	<b>-</b>
<b>TOTAL MEMBER HEALTH AND WELLBEING BENEFITS</b>	<b>2,614,117</b>	<b>618,223</b>
<b>Member Other Programs</b>		
Vehicle Support & Maintenance	604,004	-
NAIDOC Funding	7,457	-
Member Consultation Meeting	432,089	289,084
Consultation Survey	166,790	213,190
<b>TOTAL MEMBER OTHER PROGRAMS</b>	<b>1,210,340</b>	<b>502,274</b>
<b>TOTAL OTHER MEMBER BENEFITS</b>	<b>1,210,340</b>	<b>502,274</b>
<b>TOTAL GGF FUNDED MEMBER BENEFITS</b>	<b>6,939,956</b>	<b>3,113,219</b>

# FINANCIAL STATEMENTS

## Notes to the Financial Statements (continued)

### Note 3(b) GGF Funded Administration Costs

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Employee Benefits Expense	1,744,962	1,979,288
IT and Communication Expenses	319,147	325,156
Motor and Travel Expenses	48,557	47,429
Board and Subcommittee Meeting Costs	97,452	119,768
Occupancy Costs	167,867	141,042
Annual General Meeting	54,331	67,185
Member Consultation Meeting/Survey	6,727	13,483
Insurance	111,728	118,177
Printing and Stationery	54,905	64,970
Accounting and Audit Fees	37,670	38,883
Consultancy Expenses	-	9,750
Legal Expenses	-	263,907
Recruitment Costs	5,354	1,243
Training and Development	53,122	62,786
Utilities	10,097	6,096
Bank Charges	1,750	1,090
Other Administration Expenses	10,806	7,570
<b>TOTAL GGF FUNDED ADMINISTRATION COSTS</b>	<b>2,724,475</b>	<b>3,267,823</b>

### Note 3(c) Other Funded Member Benefits

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
3a Program	542,400	522,741
Cane River Lore Ground Upgrade	-	49,822
Gumala Bus Sponsorship	8,515	9,815
Healing Workshop	5,000	-
Heritage Grant	30,754	-
Heritage Survey	39,468	31,934
Tom Price Drug and Alcohol Awareness	22,603	-
Others	1,210	909
<b>TOTAL OTHER FUNDED MEMBER BENEFITS</b>	<b>649,950</b>	<b>615,221</b>

### Note 3(d) Other Funded Administration Costs

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Employee Benefits Expense	109,902	107,505
IT and Communications	966	814
Motor and Travel Expenses	5,225	3,088
<b>TOTAL OTHER FUNDED ADMINISTRATION COSTS</b>	<b>116,093</b>	<b>111,407</b>

### Note 3(e) Employee Benefits (All Sources)

	Note	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Key Management Personnel (Excluding Directors)		390,106	325,284
Non Key Management Personnel	(a)	1,920,699	1,677,898
<b>TOTAL EMPLOYEES BENEFITS</b>		<b>2,310,805</b>	<b>2,003,182</b>

	Note	30 Jun 2019 (\$)	30 Jun 2018 (\$)
GGF Funded Administration		1,234,949	1,461,015
GGF Funded Member Benefits	(a)	510,836	158,493
Other Funded Member Benefits – Heritage Survey Payments		39,468	31,934
Other Funded Member Benefits – 3a Program		421,351	427,185
Other Funded Member Benefits – Gumala Bus Program		4,699	5,241
Other Funded Administration		99,502	97,105
<b>TOTAL EMPLOYEES BENEFITS</b>		<b>2,310,805</b>	<b>2,180,973</b>

(a) Reclassify salaries and wages paid from GGF funded Member benefits in total employees' benefits.

### Note 4 Cash and Cash Equivalents

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Cash at bank	2,830,886	3,232,278
<b>Total Cash and Cash Equivalents</b>	<b>2,830,886</b>	<b>3,232,278</b>

Cash at bank earns interest at floating rates based on daily bank rates.

### Reconciliation of Cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to items in the Statement of Financial Position as outlined above. There are no restrictions on any cash held.



# FINANCIAL STATEMENTS

## Notes to the Financial Statements (continued)

### Note 5 Trade and Other Receivables

	Note	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Current</b>			
Trade Receivables	(b)	58,021	10,206
Other Related Parties		210,793	3,488
Unpaid Present Entitlement from GEPL	(c)	200,000	200,000
Other Receivables	(a), (b)	924,600	496,461
Provision for Doubtful Debts		-	-
<b>TOTAL CURRENT TRADE AND OTHER RECEIVABLES</b>		<b>1,393,414</b>	<b>710,155</b>
<b>Non-Current</b>			
Unpaid Present Entitlement from GEPL	(c)	290,086	490,086
<b>TOTAL NON-CURRENT RECEIVABLES</b>		<b>290,086</b>	<b>490,086</b>

#### (a) Trade Receivables

The largest other receivables as at 30 June 2019 is balance from General Gumala Foundation (GGF). The GGF other receivables balance is \$887,964, which is made up primarily of the June 2019 quarter acquittal claim. Refer to Note 18 for further information.

#### (b) Financial Assets Classified as Loans and Receivables

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Trade receivables	58,021	10,206
Other Receivables	924,600	496,461
<b>TOTAL FINANCIAL ASSETS CLASSIFIED AS LOANS AND RECEIVABLES</b>	<b>982,621</b>	<b>506,667</b>

#### (c) GEPL Distribution

In the 2015 financial year, based on the financial position of the Gumala Enterprises Trust ("GET"), GAC provided fully for a debt of \$2,213,753 owing from prior year profit distributions from GET. According to a repayment arrangement set in 2017, with the repayment plan for the balance of \$1,340,086, with payments to be completed in 2020 (at \$50,000 per quarter). Of this balance, \$850,000 was repaid in accordance with the agreed schedule for the past three years. Due to the demonstration of capacity to repay the debt, GAC has recognised the full remaining debt of \$490,086 as recoverable.

### Note 6 Other Assets

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Current</b>		
Prepayments	103,908	131,117
Bonds and refundable deposits	9,210	14,210
<b>TOTAL OTHER ASSETS</b>	<b>113,118</b>	<b>145,327</b>

### Note 7 Investments in Subsidiaries at Cost

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Gumala Enterprises Pty Ltd (GEPL)	2	2
Gumala Investments Pty Ltd (GIPL)	1	1
<b>TOTAL INVESTMENTS AT COST</b>	<b>3</b>	<b>3</b>

### Note 8 Property, Plant and Equipment

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Plant, Furniture and Equipment</b>		
At cost	711,811	684,006
Accumulated depreciation	(676,155)	(668,628)
<b>TOTAL PLANT, FURNITURE AND EQUIPMENT</b>	<b>35,656</b>	<b>15,378</b>
<b>Motor Vehicles</b>		
At cost	304,954	332,812
Accumulated depreciation	(253,613)	(256,632)
<b>TOTAL MOTOR VEHICLES</b>	<b>51,341</b>	<b>76,180</b>
<b>TOTAL PROPERTY, PLANT AND EQUIPMENT</b>	<b>86,997</b>	<b>91,558</b>

# FINANCIAL STATEMENTS

## Notes to the Financial Statements (continued)

### Note 8 Property, Plant and Equipment (continued)

#### Movement in Carrying Amounts

Movement in the carrying amount for each class of property, plant and equipment between the beginning and end of the current financial year:

2019	Plant, Furniture and Equipment (\$)	Motor Vehicles (\$)	Total (\$)
Balance at the beginning of the year	15,378	76,180	91,558
Additions	29,747	-	29,747
Disposals	(1,942)	(27,858)	(29,800)
Depreciation expense	(7,527)	3,019	(4,508)
<b>CARRYING AMOUNT AS AT 30 JUNE 2019</b>	<b>35,656</b>	<b>51,341</b>	<b>86,997</b>

2018	Plant, Furniture and Equipment (\$)	Motor Vehicles (\$)	Total (\$)
Balance at the beginning of the year	9,673	101,019	110,692
Additions	16,644	-	16,644
Disposals	-	-	-
Depreciation expense	(10,939)	(24,839)	(35,778)
<b>CARRYING AMOUNT AS AT 30 JUNE 2018</b>	<b>15,378</b>	<b>76,180</b>	<b>91,558</b>

### Note 9 Intangible Assets

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Computer Software</b>		
At cost	562,109	562,109
Accumulated depreciation	(562,109)	(528,796)
<b>TOTAL COMPUTER SOFTWARE</b>	<b>-</b>	<b>33,313</b>
<b>TOTAL INTANGIBLE ASSETS</b>	<b>-</b>	<b>33,313</b>

#### Movement in Carrying Amounts

Movement in the carrying amount for each class of intangible assets between the beginning and end of the current financial year:

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Balance at the beginning of the year	33,313	89,965
Additions	-	-
Disposals	-	-
Amortisation expense	(33,313)	(56,652)
<b>CLOSING BALANCE</b>	<b>-</b>	<b>33,313</b>

# FINANCIAL STATEMENTS

## Notes to the Financial Statements (continued)

### Note 10 Projects

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
At cost	1,788,474	1,807,367
Accumulated depreciation	(1,788,474)	(1,780,328)
<b>TOTAL PROJECTS</b>	<b>-</b>	<b>27,039</b>

### Movement in Carrying Amounts

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Balance at the beginning of the year	27,039	76,266
Additions	-	-
Disposals	(1,272)	-
Depreciation expense	(25,767)	(49,227)
<b>CLOSING BALANCE</b>	<b>-</b>	<b>27,039</b>

### Note 11 Trade and Other Payables

	Note	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Trade payables	(a)	77,746	244,979
Accrued expenses		487,216	591,811
PAYG liabilities		37,688	33,561
GST liabilities		59,593	29,150
FBT Payable		(8,836)	-
Superannuation Payable		62,925	54,292
Salary Sacrifice Payable		311	311
<b>TOTAL TRADE AND OTHER PAYABLES</b>		<b>716,643</b>	<b>954,104</b>

(a) Included in Trade Payables are amounts owing to related parties. Refer to Note 18.

### Note 12 Provisions

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Current</b>		
Employee benefits - Annual leave	122,175	104,048
Employee benefits - Long service leave	48,917	31,943
<b>TOTAL CURRENT PROVISIONS</b>	<b>171,092</b>	<b>135,991</b>
<b>Non Current</b>		
Employee benefits - Long service leave	7,924	13,720
<b>TOTAL NON CURRENT PROVISIONS</b>	<b>7,924</b>	<b>13,720</b>

### Note 13 Other Liabilities

	Note	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Current</b>			
Unexpended Grant Funding	(a)	173,082	150,640
<b>TOTAL OTHER LIABILITIES</b>		<b>173,082</b>	<b>150,640</b>

(a) Unexpended Grant Funds relate to external funding provided where associated expenses have not yet incurred.

### Note 14 Equity

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Retained Earnings</b>	<b>3,645,763</b>	<b>3,475,307</b>
<b>TOTAL EQUITY</b>	<b>3,645,763</b>	<b>3,475,307</b>

# FINANCIAL STATEMENTS

## Notes to the Financial Statements (continued)

### Note 15 Cash Flow Information

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Surplus/ (Deficit) for the year	170,456	54,751
<b>Cash flows excluded from profit attributable to operating activities:</b>		
Interest Received	(46,663)	(20,270)
<b>Non cash flows in profit</b>		
Depreciation expense	92,538	141,656
Amortisation expense	-	-
Disposal of investment	-	-
Project Impairment	-	-
Net (gain)/loss on disposal of Property, Plant and Equipment	(8,836)	(88,565)
Provision for Doubtful Debts	-	-
<b>Change in operating Assets and Liabilities</b>		
(Increase) / Decrease in Trade and Other Receivables	(683,258)	835,220
(Increase) / Decrease in Prepayments and Deposits	32,209	(11,816)
Increase / (Decrease) in Trade and Other Payables	(237,461)	209,625
Increase / (Decrease) in Provisions	29,305	38,141
Increase / (Decrease) in Other Liabilities	22,443	80,641
<b>CASH IN / (OUT) FLOW FROM OPERATIONS</b>	<b>(629,267)</b>	<b>1,239,383</b>

GAC did not have any non-cash investing or financing transactions in the 2019 financial year.

### Note 16 Auditor's Remuneration

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Remuneration of auditor of the Corporation, Bentleys Audit Pty Ltd for:</b>		
- Audit of the financial report	45,000	34,000
- Fees charged in relation to the prior year audit	(7,715)	3,165
<b>TOTAL AUDITOR'S REMUNERATION</b>	<b>37,285</b>	<b>37,165</b>

### Note 17 Related Party Transactions

#### Related Parties

The Corporation's main related parties are as follows:

#### a. Key management personnel

The Directors of Gumala Aboriginal Corporation have the authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, and are considered key management personnel of the Corporation. Directors during the year are listed on page 24 in the Directors' Report.

In addition to the Directors, the following personnel are considered to be Key Management Personnel of GAC for FY2019:

- > Jahna Cedar (Executive Officer - Resigned)
- > Justin Dhu (Executive Officer)
- > Sonya McKenzie (Operations Manager)

In addition to the Directors, the following personnel were considered to be Key Management Personnel of GAC for FY2018:

- > Jahna Cedar (Executive Officer)
- > Jason Lonesborough (Operations Manager - Resigned)
- > Sonya McKenzie (Operations Manager)

The totals of remuneration payable to Directors and Key Management Personnel (KMP) of the Corporation during the year are as follows:

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Short-term employee benefits	817,192	771,643
Post-employment benefits*	74,472	71,912
Other Benefits	15,273	18,353
<b>TOTAL</b>	<b>906,937</b>	<b>861,908</b>

\*Post-employment benefits comprise contributions paid to defined contribution superannuation plans on behalf of the KMP.

The number of KMP (Staff) of the Corporation included in above figures are shown below in the relevant remuneration bands:

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
\$ Nil - \$49,999	-	1
\$ 50,000 - \$99,999	-	-
\$ 100,000 - \$ 200,000	3	2
<b>TOTAL NUMBER OF KMP (STAFF) OF THE CORPORATION</b>	<b>3</b>	<b>3</b>

# FINANCIAL STATEMENTS

## Notes to the Financial Statements (continued)

### Note 17 Related Party Transactions (continued)

#### KMP (Staff) Employee Benefits:

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Remuneration	359,148	297,461
Post Employment Benefits	30,958	27,823
Other Benefits	5,315	18,354
<b>TOTAL KMP (STAFF) EMPLOYEE BENEFITS</b>	<b>395,421</b>	<b>343,638</b>

The number of KMP (Directors) of the Corporation included in above figures are shown below in the relevant remuneration bands:

	30 Jun 2019 (No.)	30 Jun 2018 (No.)
\$ Nil - \$49,999	13	16
\$ 50,000 - \$99,999	1	1
\$ 100,000 - \$ 200,000	-	-
<b>TOTAL NUMBER OF KMP (DIRECTORS) OF THE CORPORATION</b>	<b>14</b>	<b>17</b>

#### KMP (Directors) Employee Benefits:

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Remuneration	458,044	464,100
Post Employment Benefits	43,513	44,089
Communication Allowance	9,958	10,081
<b>TOTAL KMP (DIRECTORS) EMPLOYEE BENEFITS</b>	<b>511,515</b>	<b>518,270</b>

#### b. Other related party benefits for KMP

Other related parties include close family Members of KMPs, and entities that are controlled or jointly controlled by those KMPs or their close family Members, individually or collectively with family Members or KMPs. The amounts included within the table below include Member program benefits and direct payments relating to matters such as meeting travel cost reimbursements and Member surveys.

All amounts within below table are for programs or meeting travel costs that were available to all Members. No discretionary Member payments were made during FY2019.

The Corporations (Aboriginal and Torres Strait Islander) Act 2006 (CATSI Act) excludes certain payments such as remuneration and payments to Members that are available to other Members from its definition of Related Party Benefits. However, under the Accounting Standards the definition of Related Party Benefits does not have any similar exclusions. Under Accounting Standards, a related party is a Member of the key management personnel of the reporting entity or a close member of that person's family. To ensure compliance with the Accounting Standards, GAC has disclosed all applicable payments of benefits to directors and their related parties in the tables below, regardless of whether they may be excluded from recognition as Related Party Benefits under the CATSI Act.

### Note 17 Related Party Transactions (continued)

#### Other Related Parties Benefits:

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
Benefits Received by KMPs as Members of the Corporation	53,672	40,023
Benefits Received by KMPs relatives as Members of the Corporation	195,642	84,654
<b>TOTAL</b>	<b>249,314</b>	<b>124,677</b>

#### c. Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The following transactions occurred with related parties:

The Statement of Profit or Loss and Other Comprehensive Income for GAC includes the following revenues and expenses arising from transactions with related entities of GAC.

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Gumala Enterprises Pty Ltd ATF Gumala Enterprises Trust (GEPL)</b>		
Expenses from acquisition of services from GEPL	22,687	7,391
Revenues from provision of services to GEPL	15,912	8,440
Reversal of Provision for Doubtful Debts for prior distributions from GEPL	-	-
<b>Gumala Investments Pty Ltd ATF The General Gumala Foundation (GIPL)</b>		
Expenses from acquisition of services from GIPL	101,117	117,090
Revenues from funding or provision of services to GIPL	9,629,150	5,609,699

The balance sheet for GAC includes the following assets and liabilities arising from transactions with related entities of GAC.

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Gumala Enterprises Pty Ltd ATF Gumala Enterprises Trust (GEPL)</b>		
Accounts Receivable	-	1,980
Loan Receivable for prior year distributions	-	690,086
Accounts Payable	2,490	-
<b>Gumala Investments Pty Ltd ATF The General Gumala Foundation (GIPL)</b>		
Trade Receivable	41,924	151
Other Receivable	1,098,757	493,157
Accounts Payable	-	3,099

# FINANCIAL STATEMENTS

## Notes to the Financial Statements (continued)

### Note 18 Capital and Leasing Commitments

Non-cancellable operating leases contracted for, but not capitalised in the financial statements.

	30 Jun 2019 (\$)	30 Jun 2018 (\$)
<b>Payable - minimum lease payments:</b>		
Less than 12 months	130,824	214,538
1 – 5 years	26,440	232,978
More than 5 years	-	-
<b>TOTAL LEASE COMMITMENTS</b>	<b>157,264</b>	<b>447,516</b>

The Corporation has entered into commercial leases for rental properties. There are no restrictions placed upon the lessee by entering into these leases.

### Note 19 Financial Risk Management

#### Credit Risk

The Corporation has no significant concentration of credit risk with respect to any single counter party or group of counter parties other than those receivables specifically provided for and mentioned within Note 6.

#### Liquidity Risk

Liquidity risk arises from the possibility GAC might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. GAC manages liquidity risk by monitoring cash flows and ensuring that adequate cash funds are maintained and available to meet its liquidity requirements for 30 days periods at a minimum.

GAC & GGF boards have approved advance funding arrangement, advance cash funds provided to GAC at the beginning of each quarter to ensure enough cash flows to meet the budget spending. Advance funds acquitted in the quarterly acquittal reports.

### Note 20 Events after the End of the Reporting Period

GAC is not named as a defendant in any proceedings which the Directors consider will have a material effect of the Corporation's operations, business strategy, financial position or profitability. Contingencies are disclosed in the notes to the financial statements.

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

### Note 22 Economic Dependency

Whilst the Corporation is exploring additional sources of funding, it currently relies almost exclusively on the continued financial support via grant funding from the General Gumala Foundation. The Budget for the year ending 30 June 2019 has been approved by the General Gumala Foundation Board and funds are remitted quarterly in arrears subject to submission of quarterly acquittal reports.

### Note 23 Corporation Details

The registered office and principal place of business of the Corporation is:

#### TOM PRICE HEAD OFFICE

##### Gumala Aboriginal Corporation

1 Stadium Road, Tom Price, WA 6751  
Australia

#### PERTH HEAD OFFICE (Administration office)

##### Gumala Aboriginal Corporation

Level 2, 165 Adelaide Terrace, East Perth, WA 6004  
Australia

## Directors' Declaration



The Directors of the Corporation declare that:

1. The financial statements and accompanying notes are in accordance with the Corporations (Aboriginal and Torres Strait Islanders) Act 2006 and:
  - (a) comply with Australian Accounting Standards; and
  - (b) give a true and fair view of the financial position as at 30 June 2019 and of the performance for the year ended 30 June 2019.
2. In the Directors' opinion, there are reasonable grounds to believe that the Corporation will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director: 

Gloria Smith | Chairperson

Dated this 20th day of September 2019

## Independent Auditor's Report

### To the Members of Gumala Aboriginal Corporation

### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Gumala Aboriginal Corporation ("the Corporation"), which comprises the statement of financial position as at 30 June 2019, the statement of profit or loss and other 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 other explanatory information to the financial report and the directors declaration.

In our opinion:

- a. the accompanying financial report of Gumala Aboriginal Corporation is in accordance with the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and *Division 60 of the Australian Charities and Not-for-profits Commission Act 2012*, including:
  - (i) giving a true and fair view of the Corporation's financial position as at 30 June 2019 and of its financial performance for the year then ended; and
  - (ii) complying with Australian Accounting Standards and the *Corporations (Aboriginal and Torres Strait Islander) Regulations 2007* and any applicable determinations made by the registrar of Aboriginal Corporations under Division 336 of the Act and the *Australian Charities and Not-for-Profits Commission Regulation 2013*.

#### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement. 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 Corporation in accordance with the auditor independence requirements of the *Corporations (Aboriginal and Torres Strait Islander) Act 2006*; the *Australian Charities and Not-for-profits Commission 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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Auditors

#### Other Information

The directors are responsible for the other information. The other information comprises the information included in the Corporation's annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

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

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

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

#### Responsibilities of the Directors for the Financial Report

The directors of the Corporation are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards; the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and the *Australian Charities and Not-for-profits Commission ("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 Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Corporation or to cease operations, or has no realistic alternative but to do so.

#### Auditor's Responsibilities for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Corporation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Corporation or business activities within the Corporation to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Corporation audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



**BENTLEYS**  
Chartered Accountants



**CHRIS NICOLOFF** ca  
Partner

Dated at Perth this 20<sup>th</sup> day of September 2019



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