



Annual Report 2019-20

OUR VISION

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

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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.

CHAIR AND EO REPORT

Thanarru. We would both like to acknowledge and pay our respects to the Yinhawangka, Banjima and Nyiyaparli people—the Gumala family. We feel honoured and privileged to serve Gumala in our respective positions as Chairperson and Executive Officer of Gumala Aboriginal Corporation (GAC).

In July 2019, we successfully transitioned into the 2019-2020 financial year with new balances in both Fixed and Flexible programs allocated to all Members and Beneficiaries of Gumala. The new flexible balance of \$4,000 was well received and saw a large increase in applications in the months that followed.

In October, the Corporation held its Annual General Meeting (AGM) and Consultation Meeting at Wanangkura Stadium in South Hedland. AGMs are an important opportunity for Members to hear from the Board and management on the operations, challenges and successes that face the organisation. The meeting saw approximately 460 Members and Beneficiaries register, with the total number of attendees on the day exceeding 550. This was a wonderful turnout, and the Board would like to thank our membership for its continued involvement in the future direction of the organisation.

The Consultation Meeting included discussion around the Yandi Land Use Agreement (Y LUA) 5-Year Review. The facilitator for the review was the Nous Group who consulted with Members about expectations for the Y LUA – the Y LUA review looks at the way in which the Y LUA has performed over the previous five years, as well as assessing the relationship between GAC and Rio Tinto Iron Ore (RTIO).

At the start of 2020, Gumala was able to provide a top-up of \$2,000 to Flexible Program balances. This related to two things: (1) Higher than expected movements at Yandi resulting in higher payments from RTIO, and (2) GAC and GIPL running at a low administration budget resulting in higher amounts apportioned to the program funds and the investment funds respectively.

In late February, Directors and staff from GAC, Gumala Investments Pty Ltd (GIPL) and Gumala Enterprises Pty Ltd (GEPL) met to discuss a Foundation strategy and objectives for moving forward. This was an important step following the review periods of the Foundation and the agreement, and was made to ensure that the Boards are collectively focused on Members and are aligning each of the businesses to have the clarity, boundaries and activities needed to deliver to the Gumala people. There was a clear focus on further developing the relationships through joint initiatives and creating a clarity with regards to which organisation does what.



Gloria Smith

Gloria Smith | Chairperson



Justin Dhu

Justin Dhu | Executive Officer

Setting the scene was a brief overview from the Executive Officers and Chief Executive Officer from each organisation; all providing an overview of progress against plans, key areas of focus and guidance regarding performance. These conversations produced a number of actions for each of the entities to move forward on over the next six months with further review of the progress planned at a follow-up strategic meeting. After the reporting period and as communicated to GAC Members, a financial review was conducted of GEPL and the company was restructured to move out of civil and contract work leaving the business to focus on Karijini Eco Retreat and the Tom Price workshop. This process continues and will be reported on in due course.

On 1 March 2020 it was 23 years since the Y LUA was signed. Each year this is an important milestone for the Yinhawangka, Banjima and Nyiyaparli people who came together to form Gumala. We've come a long way since then and it's important that as we move forward, we constantly align ourselves to the aspirations of the people in those early days. We recognise and pay our respects to those Elders who came together for the agreement, and to their children and grandchildren who have now broadened the member base by following in their footsteps.

The outbreak of the Coronavirus (COVID-19) in March saw the Boards of GAC and GIPL take action to help our Members and Beneficiaries. When the WA Government declared both a state of emergency and a public health emergency, Gumala deemed the situation to be one in which cash payments could help ease some of the stress that our Members were experiencing. These three payments were made in March and April and the feedback has been that they came as a welcome relief for many.

During this time, Gumala staff joined with other organisations and community groups in the regions to assist our Members through the COVID-19 pandemic and directed lockdown. We are proud of the work that our staff was able to achieve and thankful to the organisations who joined with us to assist our membership.

Due to the Coronavirus (COVID-19) outbreak and the fact that many Members were unable to spend their program balances during this time, Gumala has allowed unspent program money for the Flexible and Funeral Programs to roll over into the new financial year (2020-2021) meaning Members will not lose their funds and any unspent money will roll over and be accessible until 30 June 2021.

The Flexible Programs balance has increased from \$4,000 to \$6,000, and there has been a further increase to Fixed Programs such as Funerals and Education. This financial year will also see the introduction of a special program for Members aged 55 and above.

YEAR IN REVIEW



Helping our Members during the COVID-19 pandemic of 2020

Gumala is proud to have been able to support our Members through a number of measures to help alleviate some of the difficulties that individuals and communities have faced due to the global Coronavirus (COVID-19) health pandemic.

When the WA Government declared both a state of emergency and a public health emergency in mid-March 2020, both Boards of Gumala Aboriginal Corporation (GAC) and Gumala Investments Pty Ltd (GIPL) deemed the situation to be one in which a cash payment could possibly ease some of the stress that our Members and Beneficiaries were experiencing.

On 20 March, 24 April and 8 May, separate cash payments of \$500 were made to Members and Beneficiaries who were encouraged to make use of the funds to source supplies and prepare for possible self-isolation.

Although for health and safety reasons it was necessary for the Perth office to close, staff were able to continue working from home offices to assist Members access programs and provide them with important information and updates.

Our Tom Price office set up some new safety procedures for the benefit of staff and Members and was able to remain open for business. Our staff also worked tirelessly on the ground to ensure food security and the provision and distribution of essential supplies for Members in our smaller and more remote communities.

Over \$22,000 was spent on food and essential supplies during this time.



Helping our Members during the COVID-19 pandemic of 2020 (continued)

This support was necessary and in response to the WA government's guidelines – Remote Aboriginal Communities Directions No. 2 – that restricted movement in and out of remote Aboriginal communities.

At Wakuthuni, to minimise the need for Members to leave the community, the Tom Price team set up a temporary office. GAC's Brandon Cook, who lives in the community, was able to assist Members lodge applications and update their details.

Through these tough times, our Gumala staff was also able to collaborate with other organisations and community groups.

GAC's EO Justin Dhu and Senior Governance Advisor Ashley Councillor were a part of two emergency response groups. RECOV19ER (Regional Covid19 Emergency Response) - a group of Pilbara Aboriginal corporations and leaders, government agencies and service providers, established to meet regularly via teleconference to ensure that a coordinated approach was undertaken in response to community needs.

Gumala also formed part of the alliance between all entities that provide services for Yinhawangka, Banjima and Niyaparli people.

The YBN alliance includes Banjima Native Title Aboriginal Corporation (BNTAC), IBN, Karlka Niyaparli Aboriginal Corporation (KNAC) and Yinhawangka Aboriginal Corporation (YAC), and its core purpose was to provide emergency response to the COVID-19 pandemic which included liaising with all communities to create local pandemic plans, and organise food and fuel supplies for our communities.



YEAR IN REVIEW



Ronwyn celebrates 20 years with Gumala

On behalf of the GAC Board, I would like to congratulate our longest serving staff member. Ronwyn James has been with GAC for 20 years in various roles serving the membership. Over this time, she has seen the highs and lows that form part of Gumala's colourful history.

As a Member of Yinhawangka, she shares a long history with the people of the central Pilbara and their journey toward self-determination and advancement.

We are particularly proud to have Ronwyn employed as our Community Engagement and Heritage Officer working closely with Rio Tinto as the point of contact between GAC and Rio Tinto to build a mutually beneficial relationship and outcomes for the Gumala family.

Serving for 20 years in any business is an achievement that just can't go unrecognised. Thank you and congratulations to Ronwyn.

Amber named finalist in Apprentice Excellence award

Gumala would like to acknowledge and congratulate staff member and Banjima Traditional Owner Amber Phillips who was a finalist in the Apprentice Employment Network WA's (AENWA) 2019 Awards of Excellence.

These awards recognise the achievements of apprentices and trainees in WA.

Amber began her traineeship at GAC in 2017 with the support of Group Training Organisation MEGT to obtain a nationally recognised Certificate 111 in Business Administration.

On completion, Amber has stayed on at GAC and now works closely with the Members as the Memberships Officer and is an integral part of the Gumala family.

AENWA Chairman Stuart Diepeveen said, "The quality of the nominations this year, demonstrates not only the commitment of the young adults to their training but the support and pastoral care they receive from both their Group Training and Host Employers that enables them to succeed in their careers."

Amber is pictured centre with GAC's Corporate Services Manager Leah Kenna and Michael Timpson from MEGT.



3a centres continue to support families through COVID-19

This year began with many families, new and old, engaging with the 3a Early Learning Centres across the Pilbara in what is now the ninth year that GAC has been running the 3a program.

3a stands for Abecedarian Approach Australia and is a program that 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.

Over the past six months, the 3a teams have worked together in many new and different ways in response to COVID-19, to continue to engage with and support our families and children.

We have also worked with many different agencies to support parents and caregivers and their children's development and learning.

At South Hedland, Karratha and Wakathuni, the 3a teams planned, compiled and delivered learning packs to each child on a fortnightly basis.

The 3a teams also met online each week to share ideas, build professional knowledge and celebrate successes.

Our partnership with World Vision has supported the members of the 3a teams across the sites in many ways. The teams have been invited to and have attended online early childhood forums and meetings with World Vision sites across Australia.

World Vision's Julie Christine and 3a Gumala Program Coordinator Suzie Powell have also been working to visit each site and offer 3a training, coaching and mentoring to support 3a teams and engage with families and children.

As COVID 19 restrictions have lifted and changed, we look forward to welcoming families and their children back to 3a Early Learning Centres across the Pilbara.

YEAR IN REVIEW

2019 AGM sees election of new Directors

Gumala would like to thank all who were able to attend the Corporation's Annual General Meeting (AGM) and Consultation Meeting on Saturday 26 October 2019.

These meetings were held in South Hedland, home of the Karriyarra people. We thank them for welcoming and hosting Gumala people on their country.

For those unable to attend, the meetings saw approximately 460 Members and Beneficiaries register, with the total number of attendees on the day exceeding 550. This was a wonderful turnout.

AGMs are an important opportunity for Members to come and hear from the Board and management on the operations, challenges and successes that face the organisation.

At the 2019 AGM, each of the language groups elected two two-year appointments as only half of the Board members' terms expired this year.

As a result, Mary Mills, Augustine Allen, Charles Smith, Nola Naylor, Layneisha Sgro and Natalie Parker were appointed for two years as Directors of the Corporation.

Following the AGM, the Board met to discuss the appointment of office bearers. The Board reconfirmed the appointments of Ms Gloria Smith as Chairperson and Ms Natalie Parker as Vice Chairperson, and has appointed Ms Pamela Condon as Secretary.



Gumala recognised in Pilbara leadership awards

In November 2019, GAC was announced as a Finalist for "Outstanding Demonstration of Leadership: Organisation" in the Pilbara Community Services Excellence Awards.

The awards were created to recognise the outstanding contributions made by Pilbara organisations and individuals through hard work, determination and passion.



Board Directors



May Byrne



Charles Smith



Nola Naylor



Karen Tommy



Gloria Smith
Chairperson



Mary Mills



Augustine Allen



Pamela Condon
(Secretary)



Natalie Parker
Deputy Chairperson



Lisa Derschaw



Christina Stone



Layneisha Sgro

BANJIMA

YINHAWANGKA

NYIYAPARLI

MEMBER PROGRAMS



MEMBER PROGRAMS

In the 2019-20 financial year, \$4,000 was allocated to each Member under the Flexible Program model. This was in addition to the Fixed Programs that included Education, Funerals and the Christmas Gift Card. A snapshot of the most popular programs for Members for the past financial year can be seen over the page.

\$2,000 top-up

Early in 2020, Gumala was able to provide a \$2,000 top-up to each Member's Flexible Program balance, taking the total to \$6,000.

This related to higher than expected movements at Yandi resulting in increased payments from Rio Tinto Iron Ore; and GAC and GIPL running at a low administration budget resulting in higher amounts apportioned to the program funds and the investment funds respectively.

Funds roll over

Due to the COVID-19 outbreak and the fact that many Members were unable to spend their program balances, Gumala has allowed unspent program money for the Flexible and Funeral Programs to roll over into the new financial year; meaning Members have not lost their funds and any unspent money has rolled over and will be accessible until 30 June 2021.

New programs and balances

Heading into the new financial year, the Flexible Program balance has increased from \$4,000 to \$6,000, and there has been a further increase to Fixed Programs. This new financial year has also seen the introduction of a special program for Members aged 55 and above. Members automatically received an extra \$1,500 and no applications were required.

11,598
up from 5,968

Applications were processed in the 2019-20 financial year.

1,577
up from 1,406

Members were helped in the 2019-20 financial year.

33,383
up from 26,573

Calls were taken in the 2019-20 financial year.

MEMBER PROGRAMS

FIXED PROGRAMS

Education Programs

In 2019-20, GAC had Education Programs available for Members and Beneficiaries that included Kindy, Primary School, High School, Certificate I-IV and Tertiary assistance.

The aim of the programs was to provide support to Gumala families for the costs associated with education.

Nearly 900 applications helped students with school fees, uniforms, tutoring, IT equipment, course fees, books and much more.



KINDERGARTEN PROGRAM

43 Applications | **\$5K** \$ Spent

PRIMARY SCHOOL PROGRAM

494 Applications | **\$125K** \$ Spent

HIGH SCHOOL PROGRAM

348 Applications | **\$143K** \$ Spent

TERTIARY PROGRAM

209 Applications | **\$165K** \$ Spent

Christmas Gift Card Program

At the end of 2019, all GAC Members were eligible to receive a \$500 Christmas Gift Card. The aim of the program was to provide all Gumala Members and adult Beneficiaries with a \$500 Coles, Woolworths or local supermarket gift card to assist with Christmas expenses.

This year there were approximately 1,349 applications, which was up 221 from 1,128 the previous Christmas. This figure represents about 75% of our membership.

Once again we received a lot of positive feedback about the program and it will continue for Christmas 2020.



CHRISTMAS GIFT CARD PROGRAM

1349 Applications | **\$640K** \$ Spent

Funeral Program



The Funeral Program provides assistance to Gumala Members and Beneficiaries and their families to attend funerals. It helps alleviate the financial burden of the costs associated with funeral arrangements such as travel, accommodation and headstones for the deceased. This year there were 1,098 applications, which was up from 993 the previous financial year.

FUNERAL PROGRAM

1098 Applications | **\$586K** \$ Spent

FLEXIBLE PROGRAMS

HEALTHY LIVING

5514 Applications | **\$5.04M** \$ Spent

VEHICLE SUPPORT

1515 Applications | **\$1.6M** \$ Spent

UTILITIES

1460 Applications | **\$887K** \$ Spent

HOME REPAIRS

233 Applications | **\$454K** \$ Spent

MEDICAL

220 Applications | **\$177K** \$ Spent

COMPUTER

150 Applications | **\$227K** \$ Spent

LORE & CULTURE

149 Applications | **\$124K** \$ Spent

CRISIS ACCOMMODATION

75 Applications | **\$48K** \$ Spent

SNAPSHOT

COMMUNITY DEVELOPMENT



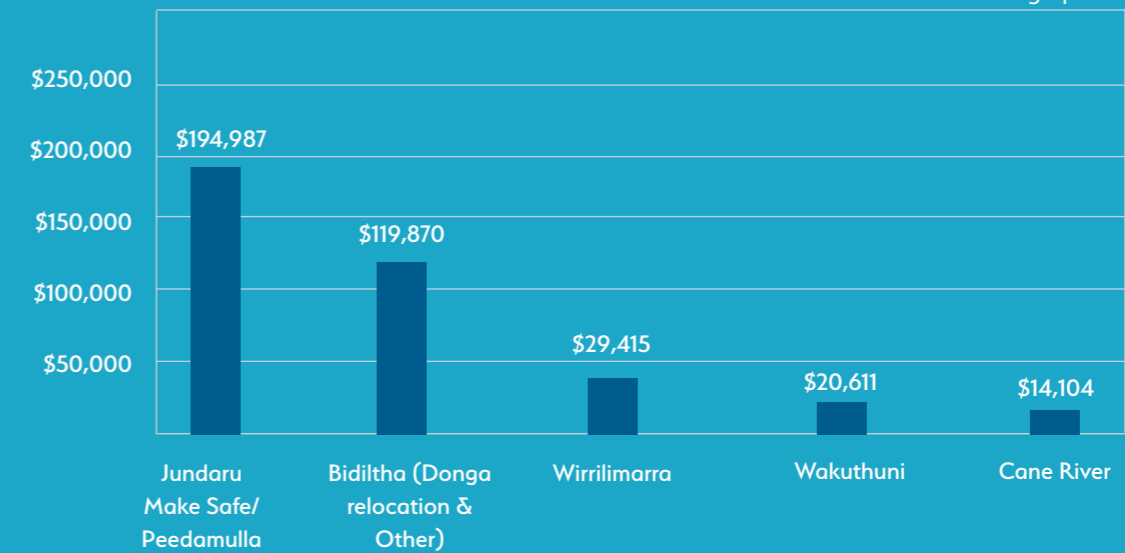
Pictured above and left: Wirrilimarra; and below: Peedamulla Station homestead at Jundaru.



COMMUNITY EXPENDITURES

From July 2019 to June 2020

* Community spends of \$1,000 and below are not included in this graph



COMMUNITY DEVELOPMENT

Expenditure on community development in the 2019-20 financial year totalled \$404, 224. One of the key projects was the renovation of Peedamulla Station Homestead at Jundaru (pictured left). This is a long-term investment in the restoration of a heritage building rich in Pilbara history.

Many Gumala Members have worked on the station over the years in various roles such as jackeroos, cooks, house staff and general hands.

One of the significant assets on the station, the homestead, is now a State Register Heritage site. It has been identified as a major refurbishment project by both

the State Government Heritage Council and Gumala. The initial project was the total refurbishment of one of the outer buildings which is now the reception office for visitors to the campground.

At Wirrilimarra, works included the ongoing maintenance of the community's assets and preparation for the conduct of Lore for up to 10 eligible young men.

The work included the refurbishment of the water supply to the Lore Community Campgrounds for the several hundred families and community members that attend. The bough sheds were also repaired and readied for occupation.



FINANCIAL STATEMENTS

For the year ended 30 June 2020

Gumala Aboriginal Corporation (GAC)

ABN 93 807 596 843

ICN 2744

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Directors

Gloria Smith (Chairperson)

Natalie Parker (Deputy Chairperson)

Pamela Condon (Secretary)

Augustine Allen

May Byrne

Lisa Derschaw

Mary Mills

Nola Naylor

Layneisha Sgro

Charles Smith

Christina Stone

Karen Tommy

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FINANCIAL STATEMENTS

GAC Director Summary Information

Our Directors present their report, together with the financial statements of the Corporation, for the financial year ended 30 June 2020.

	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
Banjima Directors				
May Byrne	1 Jul 19 – 30 Jun 20	Director	11	10
Andrew Dhu	1 Jul 19 – 25 Oct 19	Director	5	2
Steven Dhu	1 Jul 19 – 25 Oct 19	Director	5	1
Nola Naylor	26 Oct 19 – 30 Jun 20	Director	6	4
Charles Smith	26 Oct 19 – 30 Jun 20	Director	6	6
Karen Tommy	1 Jul 19 – 30 Jun 20	Director	11	11
Yinhawangka Directors				
Augustine Allen	26 Oct 19 – 30 Jun 20	Director	6	4
Pamela Condon	1 Jul 19 – 30 Jun 20	Secretary	11	8
Mary Mills	1 Jul 19 – 30 Jun 20	Director	11	8
Gloria Smith	1 Jul 19 – 30 Jun 20	Chairperson	11	10
Nyiyaparli Directors				
Lisa Derschaw	1 Jul 19 – 30 Jun 20	Director	11	9
Natalie Parker	1 Jul 19 – 30 Jun 20	Deputy Chairperson	11	7
Layneisha Sgro	26 Oct 19 – 30 Jun 20	Director	6	5
Christina Stone	1 Jul 19 – 30 Jun 20	Director	11	6

Note: In FY 2019-20 there were 11 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
Foundation Audit and Risk Committee			
Pamela Condon	26 Oct 19 – 30 Jun 20	1	1
Lisa Derschaw	1 Jul 19 – 25 Oct 19	1	1
Andrew Dhu	1 Jul 19 – 25 Oct 19	1	0
Mary Mills	1 Jul 19 – 25 Oct 19	1	1
Nola Naylor	26 Oct 19 – 30 Jun 20	1	0
Christina Stone	26 Oct 19 – 30 Jun 20	1	1
Foundation Investments Committee			
Pamela Condon	1 Jul 19 – 30 Jun 20	3	3
Steven Dhu	1 Jul 19 – 25 Oct 19	1	0
Nola Naylor	26 Oct 19 – 30 Jun 20	2	0
Natalie Parker	1 Jul 19 – 30 Jun 20	3	2
Foundation Applications Review Committee			
Augustine Allen	26 Oct 19 – 30 Jun 20	4	2
May Byrne	1 Jul 19 – 30 Jun 20	5	4
Pamela Condon	1 Jul 19 – 25 Oct 19	1	1
Lisa Derschaw	1 Jul 19 – 30 Jun 20	5	4
Mary Mills	1 Jul 19 – 25 Oct 19	1	1
Natalie Parker	26 Oct 19 – 30 Jun 20	4	3
Charles Smith	26 Oct 19 – 30 Jun 20	4	3
Gloria Smith	26 Oct 19 – 30 Jun 20	4	2
Christina Stone	1 Jul 19 – 25 Oct 19	1	1
Karen Tommy	1 Jul 19 – 25 Oct 19	1	1

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 2019/20
Augustine Allen	23,558	2,238	485	26,281	26 Oct 19 – 30 Jun 20
May Byrne	36,945	3,510	928	41,383	1 Jul 19 – 30 Jun 20
Pamela Condon	37,612	3,573	1,029	42,214	1 Jul 19 – 30 Jun 20
Lisa Derschaw	35,673	3,389	734	39,796	1 Jul 19 – 30 Jun 20
Andrew Dhu	12,115	1,151	249	13,515	1 Jul 19 – 25 Oct 19
Steven Dhu	12,115	1,151	249	13,515	1 Jul 19 – 25 Oct 19
Mary Mills	35,673	3,389	734	39,796	1 Jul 19 – 30 Jun 20
Nola Naylor	23,558	2,238	485	26,281	26 Oct 19 – 30 Jun 20
Natalie Parker	45,305	4,304	1,223	50,832	1 Jul 19 – 30 Jun 20
Layneisha Sgro	23,558	2,238	485	26,281	26 Oct 19 – 30 Jun 20
Charles Smith	23,558	2,238	485	26,280	26 Oct 19 – 30 Jun 20
Gloria Smith	67,779	6,439	1,223	75,441	1 Jul 19 – 30 Jun 20
Christina Stone	35,673	3,389	734	39,796	1 Jul 19 – 30 Jun 20
Karen Tommy	35,673	3,389	734	39,796	1 Jul 19 – 30 Jun 20
TOTAL	448,795	42,636	9,777	501,208	

Note 1: GAC Directors did not receive any additional performance bonuses nor were they 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 a consecutive financial year surplus for the past four years. The operating surplus for the 2020 financial year was \$205,527.

FY2020'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. FY2020's GGF funded Member benefits expenditures were \$4.8m (69%) more than last year. The GGF funded administration costs slightly increased by \$0.1m (5%).

	2019/20	2018/19
Funding from General Gumala Foundation (GGF)	\$14,742,350	\$9,701,924
Other Income	\$1,016,827	\$991,543
GGF Funded Member Benefits	(\$11,755,956)	(\$6,939,956)
GGF Funded Administration Costs	(\$2,882,859)	(\$2,724,475)
Depreciation and Amortisation Expense	(\$154,618)	(\$92,537)
Other Funded Member Benefits	(\$649,839)	(\$610,482)
Other Funded Administration Costs	(\$110,378)	(\$155,561)
SURPLUS / (DEFICIT)	\$205,527	\$170,456

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 Lore & Culture. GAC is committed to providing valuable and sustainable programs and services for its Members by delivering positive outcomes for people and the community.

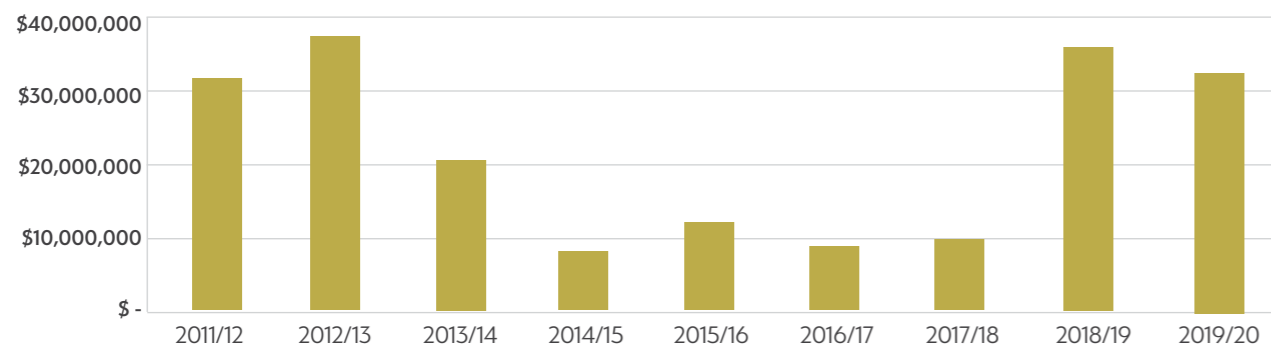
FINANCIAL STATEMENTS

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. This had a major impact on the revenue received by the GGF from Rio Tinto between 2014 and 2017. However, due to an increase in commodity prices, activities bounced back over the past 24 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 & \$32m in FY2020. This amount in FY2020 is the third highest amount of land use income received in a single financial year for the past decade.

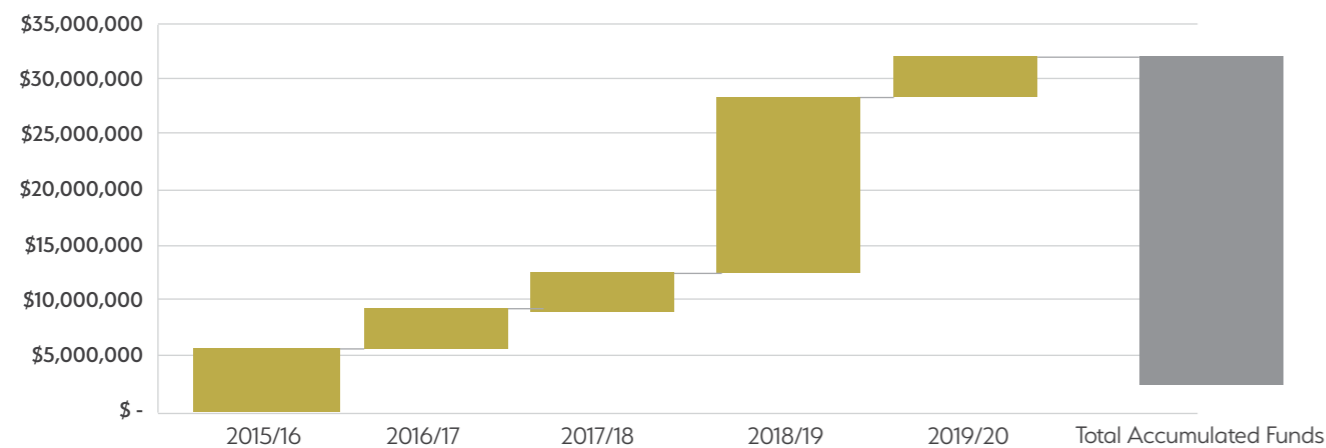
YLUA Income



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).

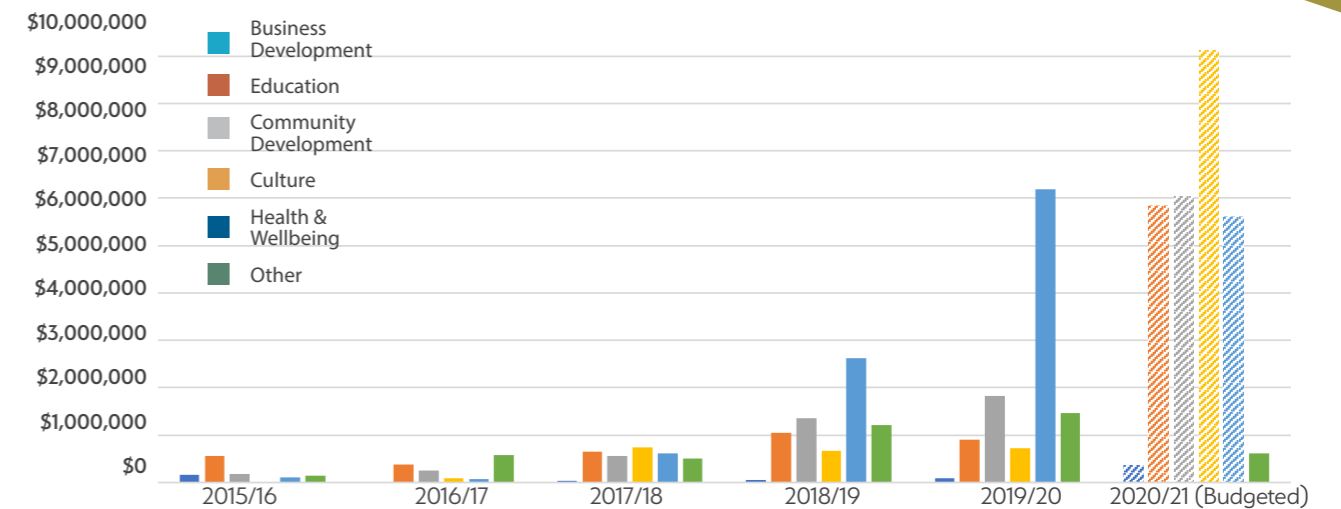
Member Program Available Funds

Accumulated Program Available Funding - Since FY2016



As of 30 June 2020, Member available funds have accumulated to \$33m; increased by 15.8% compared to FY2019.

Member Program Benefits



The above table shows the actual Member programs spending for the past five years and the approved budget for FY2021. Approximately \$11.2m was spent on Member programs in FY2020. GAC has budgeted around \$27.6m for FY2021 Member programs which will come out of the Member available funds: \$33m, 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 and a further \$8.1m was spent by Members in FY2020. Due to the Coronavirus (COVID-19) outbreak and the interstate lockdown from March this year, many Members were unable to spend their program balances during this time. Because of this, GAC allowed FY2020 unspent program funds for the Flexible and Funeral Programs to roll over into FY2021.

Due to the popularity and positive feedback from a Member survey about the Flexible Program, and steady growth on the Member available funds, GAC has budgeted \$27m to be spent on Member programs in FY2021, which includes new Arts and Culture programs, as well as a special 55+ program for Members and Beneficiaries who turn 55 in the course of the financial year from 1 July 2020 to 30 June 2021.

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.

Emergency Relief Payment

Under Section 11.3 of the General Gumala Foundation Consolidated Trust Deed, the Trustee (GIPL) may in its discretion at any time, after consultation with the Manager (GAC), make cash payments to Beneficiaries in cases of emergency.

With the WA Government declared both a state of emergency and a public health emergency in March 2020 as a result of the spread of Coronavirus (COVID-19), Gumala deemed the situation to be one in which a cash payment may help ease some of the stress that Gumala Members and Beneficiaries were experiencing. Three rounds of emergency cash payments totalling \$1,500 (\$500 each round) were made to Members and Beneficiaries between March 2020 to June 2020.

Significant Changes in State of Affairs

At the 2019 GAC Annual General Meeting ("AGM"), six Board positions with a two-year term were due for election. All six positions were filled with terms expiring in 2021. Of those six elected Board positions, two were filled by existing Board members and four were newly appointed GAC Directors. This method ensures staggered terms with the carryover of corporate knowledge for new Directors.

Upon review of the organisation structure, the Board is focussed on being Member-centric. This approach has seen changes within the Tom Price team. The Operations Manager role has now been changed to Area Manager with expected benefits to the membership outside of Tom Price and surrounding communities.

FINANCIAL STATEMENTS

Directors' Report (continued)

After Balance Date Events

The YLUA review has been completed and some recommendations were formed by an external consultant. GAC is working with Rio Tinto on collaborative actions of the recommendations.

In July 2020, Gumala Aboriginal Corporation, the Manager of the General Gumala Foundation, was advised by Rio Tinto that they had identified some discrepancies with the historical payments made under the Yandi Land Use Agreement. GAC continues to engage with Rio Tinto in order to confirm the correct amount due. Given the lack of clarity over the amount of the discrepancy at this time, no amount has been recognised in the 2020 financial statements for the General Gumala Foundation.

As part of a strategic review of Gumala Enterprise Pty Ltd's (GEPL) business operations, on 13 July 2020, GAC removed the Board of GEPL as a step to reduce costs and to restructure GEPL's business. GEPL is preparing the FY2020 annual financial statement. GAC is uncertain about the amount of the dividend distributions until distributions are recognised and declared by GEPL.

Other than the YLUA review, payment shortfall and GEPL business review, no other 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	2019/20 (\$)	2018/19 (\$)
Directors	491,431	501,557
Key Management Personnel – Salaries and Wages*	298,677	390,106
Key Management Personnel - Other Benefits [^]	18,139	15,273
Total	808,247	906,936

*During the reporting period, a total of two (2018/19: 3) Key Management Personnel were employed by the Corporation.

[^]KMP other benefits included mandatory superannuation contribution 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 follows. Signed in accordance with a resolution of the Board of Directors:

Director: **Chairperson** Gloria Smith

Dated this 10th day of September 2020




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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 2020, 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 10th day of September 2020



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FINANCIAL STATEMENTS

Statement of Profit or Loss and Other Comprehensive Income

	Note	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Income			
Funding from General Gumala Foundation - Member Benefits	2(a)	11,200,187	6,327,613
Funding from General Gumala Foundation - Administration	2(b)	3,542,163	3,374,311
Other Income	2(c)	1,016,827	991,543
TOTAL INCOME		15,759,177	10,693,467
GGF Funded Expenditure			
Member Benefits	3(a)	11,755,956	6,939,956
Administration Costs	3(b)	2,882,859	2,724,475
Depreciation & Lease Interest	3(c)	154,618	92,537
Total GGF Funded Expenditure		14,793,433	9,756,968
Other Funded Expenditure			
Member Benefits	3(d)	649,839	649,950
Administration Costs	3(e)	110,377	116,093
Total Other Funded Expenditure		760,216	766,043
TOTAL EXPENSES		15,553,649	10,523,011
SURPLUS / (DEFICIT) FOR THE YEAR		205,528	170,456

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 2020 (\$)	30 Jun 2019 (\$)
Assets			
Current Assets			
Cash and Cash Equivalents	4	2,812,585	2,830,886
Financial Assets	5	250,106	-
Trade and Other Receivables	6	1,924,173	1,393,414
Other Assets	7	148,548	113,118
Total Current Assets		5,135,412	4,337,418
Non Current Assets			
Receivables	6	-	290,086
Investments	8	3	3
Property, Plant and Equipment	9	60,484	86,997
Right of Use Assets	10	123,719	-
Intangible Assets	11	-	-
Projects	12	-	-
Total Non Current Assets		184,206	377,086
TOTAL ASSETS		5,319,618	4,714,504
Liabilities			
Current Liabilities			
Trade and Other Payables	13	939,254	716,643
Provisions	14	213,063	171,092
Lease Liabilities	10	71,794	-
Other Liabilities	15	178,567	173,082
Total Current Liabilities		1,402,678	1,060,817
Non Current Liabilities			
Provisions	14	11,034	7,924
Lease Liabilities	10	54,615	-
Total Non Current Liabilities		65,649	7,924
TOTAL LIABILITIES		1,468,327	1,068,741
NET ASSETS		3,851,291	3,645,763
Equity			
Retained Earnings		3,645,763	3,475,307
Surplus/Deficit for the year		205,528	170,456
TOTAL EQUITY		3,851,291	3,645,763

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

FINANCIAL STATEMENTS

Statement of Changes in Equity

	Retained Surplus (\$)	Total (\$)
30 JUNE 2019 FINANCIAL YEAR		
Balance at 1 Jul 2018	3,475,307	3,475,307
Surplus for the year	170,456	170,456
BALANCE AT 30 JUNE 2019	3,645,763	3,645,763
30 JUNE 2020 FINANCIAL YEAR		
Balance at 1 Jul 2019	3,645,763	3,645,763
Surplus for the year	205,528	205,528
BALANCE AT 30 JUNE 2020	3,851,291	3,851,291

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

Statement of Cash Flows

	Note	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Cash Flow From Operating Activities			
Receipts from customers		15,192,335	9,982,903
Payments to suppliers and employees		(15,061,228)	(10,612,170)
NET CASH PROVIDED BY / (USED IN) OPERATING ACTIVITIES	16	131,107	(629,267)
Cash Flow From Investing Activities			
Interest received		26,116	46,663
Proceeds from sale of plant and equipment		-	8,836
Purchase of property, plant and equipment		(13,540)	(27,624)
Payments from investments		(250,106)	-
NET CASH PROVIDED BY / (USED IN) INVESTING ACTIVITIES		(237,530)	27,875
Cash Flow From Financing Activities			
Loan Repayments from GEPL		200,000	200,000
Payment of Lease Liability - Principal		(100,488)	-
Payment of Lease Liability - Interest		(11,390)	-
NET CASH FROM FINANCING ACTIVITIES		88,122	200,000
Net increase / (decrease) in cash held		(18,301)	(401,392)
Cash and cash equivalents at beginning of financial year		2,830,886	3,232,278
CASH AND CASH EQUIVALENTS AT THE END OF FINANCIAL YEAR	4	2,812,585	2,830,886

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

FINANCIAL STATEMENTS

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 (AASB) 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 AASB that are relevant to its operations and effective for an accounting period that begins on or after 1 January 2019. 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 15 Revenue from Contracts with Customers

The Corporation has adopted AASB 15 with effect from 1 July 2019 but has not restated comparatives for the 2019 reporting period. The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers to an amount that reflects the

consideration the Corporation expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step process outlined in AASB 15, which is as follows:

- Step 1: Identify the contract with a customer;
- Step 2: Identify the performance obligations in the contract and determine at what point they are satisfied;
- Step 3: Determine the transaction price;
- Step 4: Allocate the transaction price to the performance obligations; and
- Step 5: Recognise the revenue as the performance obligations are satisfied.

All revenue is stated net of the amount of GST. The adoption of AASB 15 has had no impact on the financial statements of the Corporation.

AASB 16 Leases

The Corporation has adopted AASB 16 with effect from 1 July 2019 but has not restated comparatives for the 2019 reporting period, as permitted under the specific transitional provisions in the standard. The reclassifications and the adjustments arising from the new leasing rules are therefore recognised in the opening balance sheet on 1 July 2019.

AASB 16 introduces a new framework for accounting for leases and replaces AASB 117 Leases and sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model similar to the accounting for finance leases under AASB 117.

At the commencement date of a lease, a lessee will recognise a liability to make lease payments (i.e. the lease liability) and an asset representing the right to use the underlying asset during the lease term (i.e. the right-of-use asset). Lessees are required to separately recognise the interest expense on the lease liability and the depreciation expense on the right-of-use asset.

On adoption of AASB 16, the Corporation recognised lease liabilities in relation to leases which had previously been classified as 'operating leases' under the principles of AASB 117. These liabilities were measured at the present value of the remaining lease payments, discounted using the lessees' incremental borrowing rate as at 1 July 2019.

Note 1 Summary of Significant Accounting Policies (continued)

The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be determined, the lessee's incremental borrowing rate is used. The weighted average lessee's incremental borrowing rate applied to the lease liabilities on 1 July 2019 was 6.28%.

The following table provides a reconciliation of the operating lease commitments disclosed in note 23 to the expected total lease liability to be recognised at 1 July 2019:

	\$
Operating lease commitments as at 30 June 2019	157,264
Less: Effect of discounting	(9,876)
Discounted commitments	147,388
Less: Short term leases	(69,642)
Add:	
Costs of reasonably certain extension options	150,354
Lease liabilities recognised at 1 July 2019	228,100
Split between:	
Current lease liabilities	101,630
Non-current lease liabilities	126,470
	228,100

The impact on the Corporation's Income Statement is:

Decrease in operating lease costs	(111,877)
Increase in finance expense	11,389
Increase in Right-of-Use Assets depreciation	103,177
Decrease/(increase) in Surplus for the year	2,689

Practical expedients applied

In applying AASB 16 for the first time, the Corporation has used the following practical expedients permitted by the standard:

- To measure the right of use asset on transition at an amount equal to the lease liability; and
- To use hindsight in determining the lease term where lease contracts include options to extend or terminate the lease.

The Corporation's leasing activities and how these are accounted for:

The Corporation leases commercial property as their head office. Until the 2019 financial year, leases of commercial properties were classified as operating leases.

Payments made under operating leases (net of any incentives received from the lessor) were charged to profit or loss on a

straight-line basis over the period of the lease.

From 1 July 2019, leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Corporation. Each lease payment is allocated between the liability and finance cost. The right-of-use asset is depreciated over the lease term on a straight-line basis.

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:

- Fixed payments (including in-substance fixed payments)
- Variable lease payments that are based on an index or a rate
- Any purchase option or residual value guarantee available
- Less any lease incentives receivable

Right-of-use assets are measured at cost comprising the following:

- The amount of the initial measurement of the lease liability
- Payments made before commencement of the lease, less any lease incentive received
- Any restoration costs applicable to the lease incurred

Payments associated with short-term leases and leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short term leases are leases with a lease term of 12 months or less. Low-value assets comprise of leases where the underlying asset has a value of lower than approximately USD5,000.

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, and does not expect a material impact of the adoption of new standards issued but not adopted.

FINANCIAL STATEMENTS

Notes to the Financial Statements (continued)

Note 1 Summary of Significant Accounting Policies (continued)

(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.

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.

(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.

Note 1 Summary of Significant Accounting Policies (continued)

Property, Plant and Equipment (continued)

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.

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.

FINANCIAL STATEMENTS

Notes to the Financial Statements (continued)

Note 1 Summary of Significant Accounting Policies (continued)

(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.

(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 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.

Note 1 Summary of Significant Accounting Policies (continued)

Financial Instruments (continued)

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.

(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 and 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

The determination of whether an arrangement is or contains a lease is based on the substance of the arrangement and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset.

A distinction is made between finance leases, which effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership of leased assets, and operating leases, under which the lessor effectively retains substantially all such risks and benefits.

Finance leases are capitalised. A lease asset and liability are established at the fair value of the leased asset, or if lower, the present value of minimum lease payments. Lease payments are allocated between the principal component of the lease liability and the finance costs, so as to achieve a constant rate of interest on the remaining balance of the liability.

Leased assets acquired under a finance lease are depreciated over the asset's useful life or over the shorter of the asset's useful life and the lease term if there is no reasonable certainty that the company will obtain ownership at the end of the lease term. Operating lease payments, if they are short-term leases or less than US\$5,000, are charged to profit or loss on a straight-line basis over the term of the lease.

(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 the 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. \$600,000 was paid since FY2018 and the remaining debt amounts become \$290,086 as at 30 June 2020.

FINANCIAL STATEMENTS

Notes to the Financial Statements (continued)

Note 2 Income

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

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Business Development Grants	100,143	50,047
Community Development Grants	1,838,042	1,443,387
Cultural Purposes Grants	690,497	578,888
Education and Training Grants	915,927	1,029,712
Health and Wellbeing Grants	6,194,021	2,614,117
Other Grants	1,461,557	611,462
TOTAL FUNDING FROM GENERAL GUMALA FOUNDATION - MEMBER BENEFITS	11,200,187	6,327,613

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

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Administration Funding	2,269,586	2,087,346
Board Cost	609,644	627,029
GAC Annual General Meeting	505,862	325,219
Consultation/Member Survey	157,071	334,717
TOTAL FUNDING FROM GENERAL GUMALA FOUNDATION - ADMINISTRATION	3,542,163	3,374,311

Note 2(c) Other Income

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Department of Social Services	161,274	158,891
Department of Prime Minister and Cabinet	424,600	383,509
Heritage Council of WA	69,246	30,754
Rio Tinto	229,930	258,388
Western Australia Police Force	77	22,603
Workskil Australia	-	5,909
Once-off External Grant	48	31,530
SUB-TOTAL	885,175	891,584

Note 2(c) Other Income (continued)

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Interest Received	26,266	46,663
Sale of Non Current Assets	-	8,835
Bus Program Sponsorship	11,380	9,134
Shared Service Agreement Income	3,643	3,317
Other	90,363	32,010
TOTAL OTHER INCOME	1,016,827	991,543

Note 3 Expenses

Note 3(a) GGF Funded Member Benefits

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Member Business Development Projects		
Traineeships and Internships	35,272	48,805
Member Sponsorship	14,239	-
Skills Development	11,023	-
Money Business	-	1,242
Business Development Project	31,943	-
TOTAL BUSINESS DEVELOPMENT MEMBER BENEFITS	92,477	50,047

Member Community Development Assistance Programs

Utilities Support	875,329	443,332
Home Repairs & Maintenance	423,360	135,628
Donga Relocation	117,117	71,224
Bardulah Infrastructure Upgrades	-	43,480
Jundaru Make Safe	194,453	-
Wirrillimarra Stage 3 Completion Works	-	249,684
Bidiltha Homeland Visit Works	-	191,575
Mingullatharndo Safe Water	736	39,601
Community Projects Pool	91,918	44,175
Community Development Project	129,460	139,201
TOTAL COMMUNITY DEVELOPMENT MEMBER BENEFITS	1,832,373	1,357,900

FINANCIAL STATEMENTS

Notes to the Financial Statements (continued)

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

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Member Cultural Assistance Programs		
Funeral Program	548,093	561,632
Lore & Culture	119,179	-
Lore Camp Maintenance	13,646	86,136
Culture Projects	32,218	16,608
TOTAL CULTURAL PURPOSES MEMBER BENEFIT	713,136	664,376
Member Education and Training Programs		
Kindergarten Education	5,090	6,051
Primary Education	125,110	70,068
Secondary Education	143,054	121,005
Tertiary Education	165,233	232,521
Computer Support	221,261	149,739
3a Support	248,694	234,577
Wakuthuni Community Centre	-	81
Karratha Homework Club	-	2,513
School Years Education Project	-	226,621
TOTAL EDUCATION AND TRAINING MEMBER BENEFITS	908,442	1,043,176
Member Health and Wellbeing Programs		
Healthy Living	4,689,214	1,720,888
Health Assistance	172,485	101,438
Home Ownership Assistance	20,912	8,608
Sport & Recreation	71,640	-
Crisis Accommodation	42,879	-
Chrisco Hampers/Christmas Gift Cards	640,616	575,166
Health Project	554,457	208,017
TOTAL MEMBER HEALTH AND WELLBEING BENEFITS	6,192,203	2,614,117

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

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Member Other Programs		
Vehicle Support & Maintenance	1,458,980	604,004
NAIDOC Funding	-	7,457
Emergency Assistance	2,577	-
Member Consultation Meeting	555,768	432,089
Consultation Survey	-	166,790
TOTAL OTHER MEMBER BENEFITS	2,017,325	1,210,340
TOTAL GGF FUNDED MEMBER BENEFITS	11,755,956	6,939,956

Note 3(b) GGF Funded Administration Costs

Employee Benefits Expense	2,020,237	1,744,962
IT and Communication Expenses	191,943	319,147
Motor and Travel Expenses	42,327	48,557
Board and Subcommittee Meeting Costs	101,463	97,452
Occupancy Costs	134,278	167,867
Annual General Meeting	100,095	54,331
Member Consultation Meeting/Survey	7,071	6,727
Insurance	101,064	111,728
Printing and Stationery	31,932	54,905
Accounting and Audit Fees	50,623	37,670
Consultancy Expenses	27,498	-
Legal Expenses	11,450	-
Recruitment Costs	776	5,354
Training and Development	42,683	53,122
Utilities	13,836	10,097
Bank Charges	405	1,750
Other Administration Expenses	5,178	10,806
TOTAL GGF FUNDED ADMINISTRATION COSTS	2,882,859	2,724,475

FINANCIAL STATEMENTS

Notes to the Financial Statements (continued)

Note 3(c) Depreciation & Lease Interest

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Depreciation Expense	40,052	92,537
Depreciation - Right of Use Asset	103,177	-
Lease Interest Expense	11,389	-
TOTAL DEPRECIATION & LEASE INTEREST	154,618	92,537

Note 3(d) Other Funded Member Benefits

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
3a Program	562,189	542,400
Gumala Bus Sponsorship	11,380	8,515
Healing Workshop	-	5,000
Heritage Grant	69,246	30,754
Heritage Survey	-	39,468
Tom Price Drug and Alcohol Awareness	-	22,603
CAGES Grant	7,024	-
Others	-	1,210
TOTAL OTHER FUNDED MEMBER BENEFITS	649,839	649,950

Note 3(e) Other Funded Administration Costs

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Employee Benefits Expense	109,419	109,902
IT and Communications	425	966
Motor and Travel Expenses	533	5,225
TOTAL OTHER FUNDED ADMINISTRATION COSTS	110,377	116,093

Note 3(f) Employee Benefits (All Sources)

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Key Management Personnel (Excluding Directors)	298,677	390,106
Non Key Management Personnel	2,314,453	1,920,699
TOTAL EMPLOYEE BENEFITS	2,613,130	2,310,805

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
GGF Funded Administration	1,523,507	1,234,949
GGF Funded Member Benefits	592,440	510,836
Other Funded Member Benefits – Heritage Survey Payments	-	39,468
Other Funded Member Benefits – 3a Program	393,324	421,351
Other Funded Member Benefits – Gumala Bus Program	4,840	4,699
Other Funded Administration	99,019	99,502
TOTAL EMPLOYEE BENEFITS	2,613,130	2,310,805

Note 4 Cash and Cash Equivalents

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Cash at bank	2,812,585	2,830,886
Total Cash and Cash Equivalents	2,812,585	2,830,886

Cash at bank earns interest at floating rates based on daily bank rates and term deposit 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 Financial Assets

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Fixed Term Deposit	250,106	-
TOTAL FINANCIAL ASSETS	250,106	-

Note 6 Trade and Other Receivables

	Note	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Current			
Trade Receivables	(a)	178,178	58,021
Other Related Parties		9,600	210,793
Unpaid Present Entitlement from GEPL	(b)	290,086	200,000
Other Receivables	(a)	1,446,309	924,600
TOTAL CURRENT TRADE AND OTHER RECEIVABLES		1,924,173	1,393,414
Non-Current			
Unpaid Present Entitlement from GEPL	(b)	-	290,086
TOTAL NON-CURRENT RECEIVABLES		-	290,086

(a) Trade Receivables

The largest other receivables as at 30 June 2020 is the balance from General Gumala Foundation (GGF). The GGF other receivables balance is \$1,429,764, which is made up primarily of April to June quarter's acquittal claim. Refer to Note 18 for further information.

(b) Unpaid Present Entitlement from GEPL

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, \$1,050,000 was repaid in accordance with the agreed schedule for the past four years. Due to the demonstration of capacity to repay the debt, GAC has recognised the full remaining debt of \$290,086 as recoverable. It is scheduled to be fully paid by August 2020.

Note 7 Other Assets

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Current		
Prepayments	140,522	103,908
Bonds and refundable deposits	8,026	9,210
TOTAL OTHER ASSETS	148,548	113,118

Note 8 Investments in Subsidiaries at Cost

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Gumala Enterprises Pty Ltd (GEPL)	2	2
Gumala Investments Pty Ltd (GIPL)	1	1
TOTAL INVESTMENTS AT COST	3	3

Note 9 Property, Plant and Equipment

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Plant, Furniture and Equipment		
At cost	425,450	711,811
Accumulated depreciation	(391,467)	(676,155)
TOTAL PLANT, FURNITURE AND EQUIPMENT	33,983	35,656
Motor Vehicles		
At cost	239,559	304,954
Accumulated depreciation	(213,058)	(253,613)
TOTAL MOTOR VEHICLES	26,501	51,341
TOTAL PROPERTY, PLANT AND EQUIPMENT	60,484	86,997

FINANCIAL STATEMENTS

Notes to the Financial Statements (continued)

Note 9 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:

2020	Plant, Furniture and Equipment (\$)	Motor Vehicles (\$)	Total (\$)
Balance at the beginning of the year	35,656	51,341	86,997
Additions	13,540	-	13,540
Disposals	-	-	-
Depreciation expense	(15,213)	(24,840)	(40,053)
CARRYING AMOUNT AS AT 30 JUNE 2020	33,983	26,501	60,484

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)
CARRYING AMOUNT AS AT 30 JUNE 2019	35,656	51,341	86,997

Note 10 Right of Use Assets and Lease Liabilities

During the period the Company adopted AASB 16 modified retrospectively from 1 July 2019, but has not restated comparatives for the 30 June 2019 reporting period, as permitted under the specific transitional provisions in the standard. Refer to Note 1(b) for further details.

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Right of Use Assets at 1 July 2019	228,100	-
Adjustment to right of use asset	(1,204)	-
Accumulated depreciation	(103,177)	-
RIGHT OF USE ASSETS AT 30 JUNE 2020	123,719	
Current Lease Liability	71,794	
Non-current Lease Liability	54,615	
TOTAL LEASE LIABILITY	126,409	

Note 11 Intangible Assets

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Computer Software		
At cost	562,109	562,109
Disposal	(462,082)	-
Accumulated depreciation	(100,027)	(562,109)
TOTAL COMPUTER SOFTWARE	-	-
TOTAL INTANGIBLE ASSETS	-	-

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 2020 (\$)	30 Jun 2019 (\$)
Balance at the beginning of the year	-	33,313
Additions	-	-
Disposals	-	-
Amortisation expense	-	(33,313)
CLOSING BALANCE	-	-

FINANCIAL STATEMENTS

Notes to the Financial Statements (continued)

Note 12 Projects

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
At cost	1,788,474	1,788,474
Disposal	-	-
Accumulated depreciation	(1,788,474)	(1,788,474)
TOTAL PROJECTS	-	-

Movement in Carrying Amounts

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Balance at the beginning of the year	-	27,039
Additions	-	-
Disposals	-	(1,272)
Depreciation expense	-	(25,767)
CLOSING BALANCE	-	-

Note 13 Trade and Other Payables

	Note	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Trade payables	(a)	285,770	77,746
Accrued expenses		327,567	487,216
PAYG liabilities		53,323	37,688
GST liabilities		197,169	59,593
FBT Payable		-	(8,836)
Superannuation Payable		75,873	62,925
Salary Sacrifice Payable		(448)	311
TOTAL TRADE AND OTHER PAYABLES		939,254	716,643

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

Note 14 Provisions

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Current		
Employee benefits - Annual leave	163,083	122,175
Employee benefits - Long service leave	49,980	48,917
TOTAL CURRENT PROVISIONS	213,063	171,092
Non current		
Employee benefits - Long service leave	11,034	7,924
TOTAL NON CURRENT PROVISIONS	11,034	7,924

Note 15 Other Liabilities

	Note	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Current			
Unexpended Grant Funding	(a)	178,567	173,082
TOTAL OTHER LIABILITIES		178,567	173,082

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

FINANCIAL STATEMENTS

Notes to the Financial Statements (continued)

Note 16 Cash Flow Information

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Surplus/ (Deficit) for the year	205,528	170,456
Cash flows excluded from profit attributable to operating activities		
Interest Received	(26,116)	(46,663)
Non-cash flows in profit		
Depreciation Expense	143,228	92,538
Lease Interest Expense	11,390	-
Net (gain)/loss on disposal of Property, Plant and Equipment	-	(8,836)
Change in operating Assets and Liabilities		
(Increase) / Decrease in Trade and Other Receivables	(440,670)	(683,258)
(Increase) / Decrease in Prepayments and Deposits	(35,430)	32,209
Increase / (Decrease) in Trade and Other Payables	222,611	(237,461)
Increase / (Decrease) in Provisions	45,081	29,305
Increase / (Decrease) in Other Liabilities	5,485	22,443
CASH IN / (OUT) FLOW FROM OPERATIONS	131,107	(629,267)

GAC did not have any non-cash investing or financing transactions in the 2020 financial year.

Note 17 Auditor's Remuneration

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Remuneration of auditor of the Corporation, Bentleys Audit Pty Ltd for:		
Audit of the financial report	45,000	45,000
Fees charged in relation to the prior year audit	(9,023)	(7,715)
TOTAL AUDITOR'S REMUNERATION	35,977	37,285

Note 18 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 20 in the Directors' Report.

In addition to the Directors, the following personnel are considered to be Key Management Personnel of GAC for FY2020:

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

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

- > Jahna Cedar (Executive Officer - Resigned)
- > Justin Dhu (Executive Officer)
- > 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 2020 (\$)	30 Jun 2019 (\$)
Short-term employee benefits	721,951	817,192
Post-employment benefits*	68,157	74,472
Other Benefits	18,139	15,273
TOTAL	808,247	906,937

*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 2020 (\$)	30 Jun 2019 (\$)
\$ Nil - \$49,999	-	-
\$ 50,000 - \$99,999	-	-
\$ 100,000 - \$ 200,000	2	3
TOTAL NUMBER OF KMP (STAFF) OF THE CORPORATION	2	3

FINANCIAL STATEMENTS

Notes to the Financial Statements (continued)

Note 18 Related Party Transactions (continued)

KMP (Staff) Employee Benefits:

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Remuneration	273,155	359,148
Post-Employment Benefits	25,522	30,958
Other Benefits	8,361	5,315
TOTAL KMP (STAFF) EMPLOYEE BENEFITS	307,038	395,421

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

	30 Jun 2020 (No.)	30 Jun 2019 (No.)
\$ Nil - \$49,999	13	13
\$ 50,000 - \$99,999	1	1
\$ 100,000 - \$ 200,000	-	-
TOTAL NUMBER OF KMP (DIRECTORS) OF THE CORPORATION	14	14

KMP (Directors) Employee Benefits:

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Remuneration	448,795	458,044
Post-Employment Benefits	42,636	43,513
Communication Allowance	9,777	9,958
TOTAL KMP (DIRECTORS) EMPLOYEE BENEFITS	501,208	511,515

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 the table following are for programs or meeting travel costs that were available to all Members. No discretionary Member payments were made during FY2020.

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 18 Related Party Transactions (continued)

Other Related Parties Benefits:

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Benefits Received by KMPs as Members of the Corporation	111,542	53,672
Benefits Received by KMPs relatives as Members of the Corporation	261,451	195,642
TOTAL	372,993	249,314

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 2020 (\$)	30 Jun 2019 (\$)
Gumala Enterprises Pty Ltd ATF Gumala Enterprises Trust (GEPL)		
Expenses from acquisition of services from GEPL	7,141	22,687
Revenues from provision of services to GEPL	15,900	15,912
Gumala Investments Pty Ltd ATF The General Gumala Foundation (GIPL)		
Expenses from acquisition of services from GIPL	195,259	101,117
Revenues from funding or provision of services to GIPL	13,565,610	9,629,150

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

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Gumala Enterprises Pty Ltd ATF Gumala Enterprises Trust (GEPL)		
Accounts Receivable	1,200	-
Accounts Payable	-	2,490
Gumala Investments Pty Ltd ATF The General Gumala Foundation (GIPL)		
Accounts Receivable	176,343	41,924
Other Receivable	1,439,364	1,098,757
Accounts Payable	96,626	-

FINANCIAL STATEMENTS

Notes to the Financial Statements (continued)

Note 19 Capital and Leasing Commitments

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

	30 Jun 2020 (\$)	30 Jun 2019 (\$)
Payable - minimum lease payments:		
Less than 12 months	64,332	130,824
1 – 5 years	-	26,440
TOTAL LEASE COMMITMENTS	64,332	157,264

The Corporation has entered into commercial leases for rental properties and IT equipment. There are no restrictions placed upon the lessee by entering into these leases. Refer to Note 1(b) for the impact on adoption of AASB 16.

Note 20 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-day 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 21 Events after the End of the Reporting Period

In July 2020, Gumala Aboriginal Corporation, the Manager of the General Gumala Foundation, was advised by Rio Tinto that they had identified some discrepancies with the historical payments made under the Yandi Land Use Agreement. GAC continues to engage with Rio Tinto in order to confirm the correct amount due. Given the lack of clarity over the amount of the discrepancy at this time, no amount has been recognised in the 2020 financial statements for the General Gumala Foundation.

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.

Other than noted in the preceding paragraphs, 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 2020 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 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 2020 and of the performance for the year ended 30 June 2020.
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 10th day of September 2020

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 2020, 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 2020 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. 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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Independent Auditor's Report

To the Members of Gumala Aboriginal Corporation (Continued)



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 2020 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.

Independent Auditor's Report

To the Members of Gumala Aboriginal Corporation (Continued)



- ▶ 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

Dated at Perth this 10th day of September 2020

CHRIS NICOLOFF CA
Partner

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