

Cumberland Land Conservancy Inc

ABN 26 841 371 334

Annual Report - 30 June 2024

Auditor's Independence Declaration under Section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* to Cumberland Land Conservancy Inc.

I declare that, to the best of my knowledge and belief, for the year ended 30 June 2024, there have been:

- (i) no contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Nexia Sydney Audit Pty Ltd



Vishal Modi

Director

Dated: 30 September 2024

Sydney

Cumberland Land Conservancy Inc

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Cumberland Land Conservancy Inc
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2024

	Note	2024	2023
		\$	\$
Revenue and other income	4	151,943	170,437
Other expenses			
Depreciation		(5,343)	(6,417)
Non grant related - administrative expenses		(2,327)	(3,733)
Public fund administrative expenses		(5,205)	(2,865)
Other grant expenses			
Environmental restoration fund grant expenses		(23,797)	(55,624)
BCT conservation grant expenses		(44,183)	(26,142)
SoS Thornbill grant expenses		(8,800)	(9,440)
Marsdenia and Wallaroo expenses		(800)	(19,161)
The Southwest Sydney Koala Project – Mulgoa expenses		<u>(8,610)</u>	<u>-</u>
Surplus for the year		52,878	47,055
Other comprehensive income for the year		<u>-</u>	<u>-</u>
Total comprehensive income for the year		<u><u>52,878</u></u>	<u><u>47,055</u></u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Cumberland Land Conservancy Inc
Statement of financial position
As at 30 June 2024

	Note	2024 \$	2023 \$
Assets			
Current assets			
Cash and cash equivalents	5	207,441	142,398
GST receivable		<u>535</u>	<u>-</u>
Total current assets		<u>207,976</u>	<u>142,398</u>
Non-current assets			
Property, plant and equipment	6	<u>55,294</u>	<u>44,913</u>
Total non-current assets		<u>55,294</u>	<u>44,913</u>
Total assets		<u>263,270</u>	<u>187,311</u>
Liabilities			
Current liabilities			
Contract liabilities	7	72,213	48,418
GST payable		<u>-</u>	<u>714</u>
Total current liabilities		<u>72,213</u>	<u>49,132</u>
Total liabilities		<u>72,213</u>	<u>49,132</u>
Net assets		<u>191,057</u>	<u>138,179</u>
Equity			
Retained surpluses		<u>191,057</u>	<u>138,179</u>
Total equity		<u>191,057</u>	<u>138,179</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Cumberland Land Conservancy Inc
Statement of changes in equity
For the year ended 30 June 2024

	Retained profits \$	Total equity \$
Balance at 1 July 2022	91,124	91,124
Surplus for the year	47,055	47,055
Other comprehensive income for the year	-	-
	<u>47,055</u>	<u>47,055</u>
Total comprehensive income for the year		
Balance at 30 June 2023	<u>138,179</u>	<u>138,179</u>
	Retained profits \$	Total equity \$
Balance at 1 July 2023	138,179	138,179
Surplus for the year	52,878	52,878
Other comprehensive income for the year	-	-
	<u>52,878</u>	<u>52,878</u>
Total comprehensive income for the year		
Balance at 30 June 2024	<u>191,057</u>	<u>191,057</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Cumberland Land Conservancy Inc
Statement of cash flows
For the year ended 30 June 2024

	Note	2024	2023
		\$	\$
Cash flows from operating activities			
Receipts from grants		122,650	123,798
Payments to suppliers		(106,376)	(127,428)
Donations received		59,320	74,700
Receipts from membership and other income		2,804	4,989
Interest received		<u>2,369</u>	<u>138</u>
Net cash from operating activities		<u>80,767</u>	<u>76,197</u>
Cash flows from investing activities			
Payments for property, plant and equipment	6	<u>(15,724)</u>	<u>(49,494)</u>
Net cash used in investing activities		<u>(15,724)</u>	<u>(49,494)</u>
Net cash from financing activities			
		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		65,043	26,703
Cash and cash equivalents at the beginning of the financial year		<u>142,398</u>	<u>115,695</u>
Cash and cash equivalents at the end of the financial year	5	<u><u>207,441</u></u>	<u><u>142,398</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Cumberland Land Conservancy Inc
Notes to the financial statements
30 June 2024

Note 1. General information

The financial statements cover Cumberland Land Conservancy Inc ("the Association") as an individual entity. The financial statements are presented in Australian dollars, which is Cumberland Land Conservancy Inc's functional and presentation currency.

Cumberland Land Conservancy Inc is an association, incorporated and domiciled in Australia. Its registered office is U 26 19-21 Fitzroy St, Leuna NSW, 2780, Australia.

The financial statements were authorised for issue, in accordance with a resolution of members of the committee, on 26 September 2024. The members of the committee have the power to amend and reissue the financial statements.

Note 2. Material accounting policy information

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

New or amended Accounting Standards and Interpretations adopted

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

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

Basis of preparation

It is the members of the committees' opinion, the incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of distributing to members and complying with the Australian Charities and Not-for-profits Commission Act 2012, the Associations Incorporation Act 2009 and associated regulations. The members of the committees have determined that the accounting policies adopted are appropriate to meet the needs of the members of the committee of Cumberland Land Conservancy Inc.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for profit oriented entities.

Historical cost convention

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

Revenue recognition

The incorporated association recognises revenue as follows:

Donations

Donations are recognised when received.

Grants

Grant revenue is recognised in profit or loss when the incorporated association satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the incorporated association is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Interest

Interest revenue is recognised when received.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Note 2. Material accounting policy information (continued)

Volunteer services

The incorporated association has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

Income tax

As the incorporated association is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

Current and non-current classification

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

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

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

Cash and cash equivalents

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

Property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Tractor	10 years
Plant and equipment	5 years
Property improvements	20 years

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

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the incorporated association. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Impairment of non-financial assets

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

Contract liabilities

Contract liabilities represent the incorporated association's obligation to undertake future works on its properties in accordance with the matters prescribed by the grantee, transfer goods or services to a customer and are recognised when a customer pays consideration, or when the incorporated association recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the incorporated association has transferred the goods or services to the customer.

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

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

Cumberland Land Conservancy Inc
Notes to the financial statements
30 June 2024

Note 2. Material accounting policy information (continued)

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

Note 3. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Estimation of useful lives of assets

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

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

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

Note 4. Revenue and other income

	2024 \$	2023 \$
Membership, donations and interest		
Membership fees	514	673
Donations	59,320	74,700
Interest income	2,369	138
Other income	2,035	3,862
	<u>64,238</u>	<u>79,373</u>
Grant income		
Environmental restoration fund	23,797	55,482
BCT conservation grant	44,183	26,142
SoS Thornbill grant	11,115	9,440
The Southwest Sydney Koala Project – Mulgoa grant	8,610	-
	<u>87,705</u>	<u>91,064</u>
Revenue and other income	<u>151,943</u>	<u>170,437</u>

Note 5. Current assets - cash and cash equivalents

	2024 \$	2023 \$
Cash at bank and in hand	101,436	92,398
Term deposits	106,005	50,000
	<u>207,441</u>	<u>142,398</u>

Cumberland Land Conservancy Inc
Notes to the financial statements
30 June 2024

Note 6. Non-current assets - property, plant and equipment

	2024 \$	2023 \$
Land - at cost		
- Wallaroo reserve	1	1
- Thornbill reserve	1	1
- Marsdenia reserve	1	1
- Wombat reserve	-	-
	<u>3</u>	<u>3</u>
Tractor - at cost	59,442	59,442
Less: Accumulated depreciation	<u>(19,476)</u>	<u>(14,532)</u>
	<u>39,966</u>	<u>44,910</u>
Property and equipment - at cost	15,724	-
Less: Accumulated depreciation	<u>(399)</u>	<u>-</u>
	<u>15,325</u>	<u>-</u>
	<u>55,294</u>	<u>44,913</u>

Note 7. Current liabilities - contract liabilities

	2024 \$	2023 \$
Biodiversity Conservation Trust grant	34,675	33,858
NSW Planning, Industry & Environment –SoS nutans education grant	3,445	14,560
NSW Environmental Trust grant	32,703	-
Koala Project – Mulgoa grant	<u>1,390</u>	<u>-</u>
	<u>72,213</u>	<u>48,418</u>

Note 8. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by Nexia Sydney Audit Pty Ltd, the auditor of the incorporated association:

	2024 \$	2023 \$
<i>Audit services - Nexia Sydney Audit Pty Ltd</i>		
Audit of the financial statements	<u>1,050</u>	<u>1,000</u>

Note 9. Contingent liabilities

The incorporated association had no contingent liabilities as at 30 June 2024 and 30 June 2023.

Note 10. Related party transactions

Key management personnel

No compensation was made to committee members and other members of key management personnel of the incorporated association.

Transactions with related parties

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

Cumberland Land Conservancy Inc
Notes to the financial statements
30 June 2024

Note 10. Related party transactions (continued)

Receivable from and payable to related parties

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

Loans to/from related parties

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

Note 11. Events after the reporting period

No matter or circumstance has arisen since 30 June 2024 that has significantly affected, or may significantly affect the incorporated association's operations, the results of those operations, or the incorporated association's state of affairs in future financial years.

Cumberland Land Conservancy Inc
Statement by Members of the Committee
30 June 2024

The committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 and 3 to the financial statements.

In the opinion of the committee the financial report as set out on pages 2 to 11:

- (1) Presents fairly the financial position of Cumberland Land Conservancy Inc. as at 30 June 2024 and its performance for the year ended on that date.
- (2) At the date of this statement, there are reasonable grounds to believe that Cumberland Land Conservancy Inc. will be able to pay its debts as and when they fall due.
- (3) The financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012 and the Australian Charities and Not-for-profits Commission Regulations 2022.

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:



Wayne Olling
President



Douglas Meredith
Committee member

30 September 2024

Independent Auditor's Report to the Members of Cumberland Land Conservancy Inc.

Report on the Audit of the Financial Report

Opinion

We have audited the financial report, being a special purpose financial report, of Cumberland Land Conservancy Inc. (the Association), which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the Committee members' declaration.

In our opinion, the accompanying financial report of the Association is in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- i) giving a true and fair view of the Association's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- ii) complying with Australian Accounting Standards to the extent described in Note 2, and Division 60 of the Australian Charities and Not-for-profits Commission Regulations 2022.

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

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

Emphasis of matter regarding basis of accounting

Without modifying our opinion, we draw attention to Note 2 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Committee members' financial reporting responsibilities under the Australian Charities and Not-for-profits Commission Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Committee members' responsibility for the financial report

The Committee members of the Association are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 2 to the financial statements is appropriate to meet the requirements of the Australian Charities and Not-for-profits Commission Act 2012 and is appropriate to meet the needs of the members. The Committee members are



also responsible for such internal control as the Committee members 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 Committee members are responsible for assessing the Association'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 Committee members either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibility for the audit of the financial report

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

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

A handwritten signature in blue ink that reads 'Nexia'.

Nexia Sydney Audit Pty Ltd

A handwritten signature in blue ink that reads 'Vishal Modi'.

Vishal Modi

Director

Dated: 30 September 2024

Sydney