



# 2021

---

## Financial Report

---

Established in 1957 and incorporated in 1988, the National Parks Association of NSW (NPA) is a member-based, not-for-profit conservation organisation dedicated to protecting nature through community action. Incorporation is held under the *Associations Incorporation Act 2009* [NSW] (registration Y00789-26). NPA is listed on the Australian Business Register (ABN 67 694 961 955) and is registered for GST purposes.

NPA is a registered charity under the *Australian Charities and Not-for-profits Commission Act 2012* [Cth], and is endorsed by the Australian Taxation Office to access income tax exemption, GST concessions and the fringe benefit tax rebate. It is listed as a deductible gift recipient under the *Income Tax Assessment Act 1997* [Cth], and holds a fundraising authority under the *Charitable Fundraising Act 1991* [NSW].

Registration status is publicly listed on the Australian Business Register, the ACNC Register, and the Service NSW Public Register at:

<http://www.abr.business.gov.au>

<http://www.acnc.gov.au/>

<https://www.onegov.nsw.gov.au/publicregister/#/publicregister/categories>

For more information about NPA's structure, and to access a copy of its governing rules, please visit:

<https://npansw.org/what-we-do/our-structure/>

For enquiries about this document, please contact Gary Dunnett, Executive Officer on 02 9299 0000.

© 2021 National Parks Association of NSW Inc.

Cover: The Southern Corroboree Frog (*Pseudophryne corroboree*), probably Australia's most easily recognised frog, is found in the alpine sphagnum bogs of Kosciuszko and Namadgi National Parks. Its habitat is threatened by climate change, extreme fire events and uncontrolled populations of wild horses.



**National Parks Association of NSW** ABN 67 694 961 955

PO Box 528 Pyrmont NSW 2009 | Suite 1.07, 55 Miller Street, Pyrmont NSW  
Tel: 02 9299 0000 | Email: [npansw@npansw.org.au](mailto:npansw@npansw.org.au) | Web: [www.npansw.org](http://www.npansw.org)

## Financial report

### for the year ended 30 June 2021

The Executive members of the National Parks Association of NSW Inc. ('the Association') hereby present their financial report for the financial year 1 July 2020 to 30 June 2021.

The financial report includes financial statements for the Association and its controlled entity, Natural Areas Pty Ltd. Throughout the report, the consolidated entity is referred to as 'the Group'.

#### Executive members & meetings

Executive members who held office during the 2021 financial year and up to the date of this report are set out below, together with the positions they held and the number of meetings they attended. If a member held office for only part of the period, this is indicated in the Notes.

Name	Position	Meetings	
		A	E
Grahame Douglas	President <sup>1,2</sup>	12	12
Peter Wilson	Vice President <sup>1</sup>	12	12
Ian Donovan	Secretary <sup>1</sup>	12	12
Ted Woodley	Treasurer <sup>3</sup>	4	4
Ross McDonnell	Treasurer <sup>4</sup>	8	8
Sam Garrett-Jones	Executive member <sup>1</sup>	12	12
Megan Kessler	Executive member <sup>1</sup>	11	11
Ross McDonnell	Executive member <sup>3</sup>	4	4
Ted Woodley	Executive member <sup>4</sup>	8	8

#### Notes

- A. Meetings attended  
E. Meetings eligible to attend (excludes meetings for which the member was granted leave of absence)

1. Position held for entire period 1 Jul 2020 to date of report
2. As Acting President, 1 Jul 2020 to 14 Nov 2020
3. Position held 1 Jul 2020 to 14 Nov 2020
4. Position held 14 Nov to date of report

#### Operating result

The consolidated surplus of the Group for the 2021 financial year amounted to \$248,998.

The Association is very appreciative of funds provided by the NSW Government through its Environmental Trust (\$80,209).

The Association sincerely thank all its members, volunteers, donors and supporters for their time, knowledge, talents and generosity, the contribution of which is essential for the Association's work to continue.

#### Principal activities

The Association is a member-based, not-for-profit conservation organisation and registered charity dedicated to protecting nature through community action. Consistent with its governing rules, the Association:

- **Advocates for nature** through its ongoing campaigns for a secure reserve system and effective landscape conservation. Our work is driven by informed and evidence-based input to legislation and policy, environmental planning and public land management.
- **Connects people with nature** through its unrivalled community program of bushwalks, field surveys, bush regeneration and nature study. Our nature-based activities enrich people's lives and help to arouse a deeper appreciation and care for nature.
- **Supports and enables community action** through its network of member groups. The remarkable talents, experience and enthusiasm of our members is central to our work in advancing the natural environment.

Current directions and priorities for the Association's activities are set out in the *NPA Strategy 2018-2022*, available at <https://npansw.org/what-we-do/our-structure/>

#### Significant changes in state of affairs

No significant change in the nature of the Group's activities occurred during the year.

Signed in accordance with a resolution of the Executive members.



Grahame Douglas, President  
Sydney  
14 October 2021



Ross McDonnell, Treasurer  
Sydney  
14 October 2021

## Executive member's declaration for the year ended 30 June 2021

---

The Executive members declare that, in their opinion:

- (a) the financial statements and notes presented herewith:
  - (i) give a true and fair view of the Group's income, expenditure, state of affairs and fundraising appeals as at 30 June 2021, and
  - (ii) comply with the *Australian Accounting Standards –Reduced Disclosure Requirements*, and
  - (ii) satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, and
- (b) there are reasonable grounds to believe that the Association will be able to pay all of its debts, as and when they become due and payable, and
- (c) the provisions of the *Charitable Fundraising Act 1991* [NSW], the regulations under the Act and the conditions attached to the Association's Fundraising Authority have been complied with, and
- (d) the internal controls exercised by the Association are appropriate and effective in accounting for all income received and applied by the Association from any of its fundraising appeals.

Made in accordance with:

- section 60.15, *Australian Charities and Not-for-profits Commission Regulation 2013* [Cth], and
- condition 6(3), Fundraising Authority CFN 12368, issued under section 13A, *Charitable Fundraising Act 1991* [NSW] (expires 26 August 2025).

Signed in accordance with a resolution of the Executive members.



Grahame Douglas, President  
Sydney  
14 October 2021



Ross McDonnell, Treasurer  
Sydney  
14 October 2021

## Consolidated Statement of Profit or Loss

for the year ended 30 June 2021

	Notes	2021 \$	2020 \$
Revenue	2	1,281,015	1,188,496
Less: Expenses	3		
Employee benefits - Core		516,895	494,842
Employee benefits - Projects		88,598	81,125
Employee benefits - Total		<u>605,493</u>	<u>575,967</u>
Conservation activities – General		33,765	48,527
Conservation activities – Projects		155,276	229,655
Conservation activities – Branch support		21,746	29,592
Activity insurance		14,561	12,973
Merchandise and fundraising		35,825	43,270
Amortisation	1(i)	9,218	3,226
Depreciation	1(g), 1(h)	79,646	86,912
Direct membership servicing and support		59,091	52,138
Journal - Nature NSW		16,950	17,198
Realised loss on fair value of listed investment	7	446	-
Unrealised loss on fair value of listed investment		-	5,000
		<u>1,032,017</u>	<u>1,104,458</u>
<b>Surplus (deficit) before income tax</b>		<b>248,998</b>	<b>84,038</b>
Income tax expense	1(b)	-	-
<b>Surplus (deficit) after income tax</b>		<b><u>248,998</u></b>	<b><u>84,038</u></b>

## Consolidated Statement of Financial Position

as at 30 June 2021

	Notes	2021 \$	2020 \$
<b>CURRENT ASSETS</b>			
Cash assets	4	1,755,767	1,575,873
Receivables	5	30,543	19,563
Inventory	6	-	-
Financial assets	7	-	9,180
<b>TOTAL CURRENT ASSETS</b>		<b>1,786,310</b>	<b>1,604,616</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	8	38,156	49,684
Right-of-use assets	9	31,708	45,996
Intangible assets	10	37,795	9,218
<b>TOTAL NON-CURRENT ASSETS</b>		<b>107,659</b>	<b>104,898</b>
<b>TOTAL ASSETS</b>		<b>1,893,969</b>	<b>1,709,514</b>
<b>CURRENT LIABILITIES</b>			
Payables	11	195,987	277,580
Employee provisions	12	63,970	46,920
<b>TOTAL CURRENT LIABILITIES</b>		<b>259,957</b>	<b>324,500</b>
<b>TOTAL LIABILITIES</b>		<b>259,957</b>	<b>324,500</b>
<b>NET ASSETS</b>		<b>1,634,012</b>	<b>1,385,014</b>
<b>ACCUMULATED FUNDS</b>			
Balance at end of year		1,634,012	1,385,014
<b>TOTAL ACCUMULATED FUNDS</b>		<b>1,634,012</b>	<b>1,385,014</b>

## Consolidated Statement of Changes in Equity

for the year ended 30 June 2021

---

	\$
<b>Balance at 30 June 2019</b>	<b>1,300,976</b>
Surplus for year ended 30 June 2020	84,038
<b>Balance at 1 July 2020</b>	<b>1,385,014</b>
Surplus for year ended 30 June 2021	248,998
<b>Balance at 30 June 2021</b>	<b>1,634,012</b>

## Consolidated Statement of Cash Flows

for the year ended 30 June 2021

	Notes	2021 \$	2020 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipts from memberships, bequests, donations, grants, sponsorship and other activities		1,091,594	1,203,992
Covid subsidies	1(d), 1(e)	155,890	89,610
Interest received		9,172	16,900
Dividends Received		4,165	571
Payments to employees and suppliers		(983,441)	(1,143,298)
Net cash provided by operating activities	15	<b>277,380</b>	<b>167,775</b>
<b>CASH FLOW FROM INVESTMENT ACTIVITIES</b>			
Plant and equipment purchased		-	(5,093)
Computers and peripherals purchased		-	(6,975)
Computer software purchased		(37,795)	-
Proceeds from sale of listed investments		8,734	
Proceeds from term deposits maturing greater than 3 months		1,393,094	1,073,621
Funds invested in term deposits maturing greater than 3 months		(1,861,094)	(800,000)
Net cash (used) provided in investing activities		<b>(497,061)</b>	<b>261,553</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Payment of lease liabilities		(68,425)	(75,971)
Net cash used in financing activities		<b>(68,425)</b>	<b>(75,971)</b>
<b>NET INCREASE (DECREASE) IN CASH HELD</b>			
		<b>(288,106)</b>	<b>353,357</b>
Cash at the beginning of the financial year		1,115,873	762,516
<b>CASH AT END OF FINANCIAL YEAR</b>	4	<b>827,767</b>	<b>1,115,873</b>
<b>Reconciliation of cash at bank and on hand</b>			
Cash at bank and on hand		827,767	1,115,873
Term deposits maturing later than 3 months		928,000	460,000
	4	<b>1,755,767</b>	<b>1,575,873</b>

## Notes to the consolidated financial statements for the year ended 30 June 2021

### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

#### Basis of preparation

The financial statements are general purpose financial statements prepared in accordance with:

- (a) relevant Australian Accounting Standards published by the Australian Accounting Standards Board (AASB),
- (b) the Reduced Disclosure Requirements (RDR) set out in *AASB 1053 Application of Tiers of Australian Accounting Standards*,
- (c) Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013* [Cth],
- (d) all requirements of the *Associations Incorporation Act 2009* [NSW].

The Association is a not-for-profit entity for financial reporting purposes under the Australian Accounting Standards.

The financial statements include all parts of the Association and its constituent branches, as well as its Controlled Entity

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs. The amounts presented in the financial statements have been rounded to the nearest dollar.

The accounting policies set out below have been consistently applied to all years presented.

#### (a) Basis of Consolidation

The consolidated financial statements comprise the assets, liabilities and results of the parent (National Parks Association of NSW) and its subsidiary (Natural Areas Pty Ltd). A subsidiary is an entity that the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

In preparing the consolidated financial statements, any intercompany balances, transactions, income and expenses and profit and losses resulting from any intra-group transactions have been eliminated in full. Subsidiaries are fully consolidated from the date on which control is obtained.

#### (b) Income tax

No provision for income tax has been raised as the Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (c) Inventories on hand

Inventories held for sale are measured at the lower of cost and net realisable value.

#### (d) Covid subsidies

The Association was eligible for both the Australian Government's Job Keeper wage subsidy and Cash Flow Boost scheme totalling \$100,500 and \$55,390 respectively.

#### (e) Revenue

Donations and bequests are recognised as revenue when received.

Grant revenue is recognised as income when specific performance obligations under an enforceable contract are satisfied. Prior to the performance obligations being satisfied, the grants are recognised in the Statement of Financial Position as a liability. If there are no specific performance obligations under an enforceable contract, grant revenue is recognised when received.

Membership fee revenue is recognised upon receipt.

Dividend revenue is recognised when the right to receive a dividend has been established.

Interest received is accounted for on an accrual basis.

Revenue subject to GST is stated net of GST.

Revenue from sale of goods is recognised upon despatch of the goods to the customer.

Revenue from Covid subsidies is recognised when received.

#### (f) Goods and Services Tax ("GST")

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the Statement of Financial Position are only inclusive of GST if the transactions relating hereto are subject to GST.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or current liability in the Statement of Financial Position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers

#### (g) Property, plant and equipment

Land is measured at cost and because it has an unlimited useful life, is not depreciated. Plant and equipment are measured on a cost basis, less, where applicable, any accumulated depreciation and impairment losses.

Depreciation is calculated using the straight-line method to allocate the cost of property, plant and equipment, net of their residual value, over their estimated useful lives. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvement.

## Notes to the consolidated financial statements for the year ended 30 June 2021

### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (g) Property, plant and equipment (continued)

The depreciation rates and methods used for each class of financial asset are as follows:

<i>Class of fixed asset</i>	<i>Depreciation rate</i>
Computer & peripherals	33 %
Equipment & fixtures	15 %

An asset's residual value and useful life are reviewed and adjusted, if appropriate, at each balance date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

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

#### (h) Right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost and depreciated on a straight-line basis over the unexpired term of the lease. Right-of-use assets are subject to impairment and adjusted for any remeasurement of lease liabilities.

The Group has elected not to recognise a right-of-use asset and corresponding lease liability for short term leases with terms of 12 months or less. Lease payments on these assets are expensed to the profit and loss as incurred.

#### (i) Intangible assets

Computer software is capitalised and amortised over its useful life using the straight-line method. Software is amortised at the rate of 20%.

#### (j) Lease liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease. The carrying amount of the lease is remeasured if there is a change in future lease payments, the residual guarantee or the lease term. The remeasurement is an adjustment to the corresponding right-of-use asset or to profit and loss.

#### (k) Employee benefits

Provision is made for the Group's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been set at the amount expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been set at the present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the Association to employee superannuation funds and are charged as an expense when incurred.

#### (l) Provisions

Provisions are recognised when the Group 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 set at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

#### (m) 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.

#### (n) Investments

Listed investments are recognised at fair value. Unlisted investments are recognised at cost, which includes transaction costs.

#### (o) Comparative figures

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

#### (p) Accounts payable and other payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Group during the reporting period that remain unpaid.

#### (q) Critical accounting estimates and judgment

Estimates and judgments incorporated into the financial statement are evaluated based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Association.

##### *Key estimates – impairment*

Impairment of assets is assessed on each reporting date by evaluating conditions specific to the Association that may lead to impairment. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

##### *Key judgments – doubtful debts provision*

Except as disclosed in the financial statements, each debtor has been assessed as to whether or not the full amount is recoverable.

## Notes to the consolidated financial statements for the year ended 30 June 2021

---

### **NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

#### **(r) Operating segment**

The Group operates predominantly in one business and geographical segment with the general purpose of advancing the natural environment. This is pursued by advocating for a secure reserve system and effective landscape conservation, by providing opportunities for the community to experience and learn about nature, and by supporting a network of

active member groups. Activities are focused on the land and waters of NSW and adjoining areas.

#### **(s) New standards & interpretations not yet adopted**

There are no known impending new standards that will result in any material changes in relation to the financial statements.

#### **(t) Authorised for issue**

The financial statements were authorised for issue on 15th October, 2021 by the Executive members of the Association.

## Notes to the consolidated financial statements for the year ended 30 June 2021

### NOTE 2: REVENUE

	Notes	2021 \$	2020 \$
<b>Operating activities</b>			
Donations		538,942	561,493
Bequests		221,119	128,957
Government grants - projects		151,033	163,484
Other grants and project contributions		1,659	4,455
Member fees and subscriptions		152,913	152,553
Merchandise and event sales		45,983	70,143
Expenses reimbursed		-	245
Covid subsidies	I(d), I(e)	155,890	89,610
		<b>1,267,539</b>	<b>1,170,940</b>
<b>Non-operating activities</b>			
Interest received		9,311	16,985
Dividends-franked		4,165	571
<b>Total revenue</b>		<b>1,281,015</b>	<b>1,188,496</b>

### NOTE 3: EXPENSES

Surplus includes the following specific expenses

#### (a) Expenses

Amortisation - software	10	9,218	3,226
Depreciation - computer and peripherals, office equipment	8	11,528	10,941
Depreciation – right of use buildings and equipment	9	68,118	75,971
Provision for stock obsolescence	6	(245)	7,346
Employee provisions	12	17,050	(7,999)

#### (b) Remuneration of Auditor for:

Audit fees		6,000	6,000
------------	--	-------	-------

## Notes to the consolidated financial statements for the year ended 30 June 2021

### NOTE 4: CASH ASSETS

	Notes	2021	2020
		\$	\$
Cash on hand		145	145
Cash at bank		459,414	432,226
Cash at bank - Branches		72,512	90,427
Term Deposits maturing within 3 months		295,696	593,075
Cash and cash equivalents as per cash flow statement		<b>827,767</b>	<b>1,115,873</b>
Term Deposits maturing later than 3 months		928,000	460,000
		<b>1,755,767</b>	<b>1,575,873</b>

### NOTE 5: RECEIVABLES

#### Current

Bank deposit to secure bank guarantee relating to office lease (refer note 18)		18,425	18,425
Sundry Debtors		12,118	1,138
		<b>30,543</b>	<b>19,563</b>

### NOTE 6: INVENTORY

Stock on hand at cost (Survey Techniques for Citizen Scientists)		7,101	7,346
Provision for stock obsolescence		(7,101)	(7,346)
		-	-

### NOTE 7: FINANCIAL ASSETS

#### Current

Shares in listed investments	7(a)	-	<b>9,180</b>
------------------------------	------	---	--------------

Note 7(a) Westpac Banking Corp shares, received as part of a bequest, were sold during the year, resulting in a loss of \$446

## Notes to the consolidated financial statements for the year ended 30 June 2021

### NOTE 8: PROPERTY, PLANT AND EQUIPMENT

	Notes	2021 \$	2020 \$
Land	19	10,133	10,133
Computers and peripherals		21,361	21,361
Less: accumulated depreciation		(16,981)	(12,687)
		<b>4,380</b>	<b>8,674</b>
Equipment and fixtures		48,219	48,219
Less: accumulated depreciation		(24,576)	(17,342)
		<b>23,643</b>	<b>30,877</b>
<b>Total property, plant and equipment</b>		<b>38,156</b>	<b>49,684</b>

### Movements in carrying amounts

	Land	Computers & peripherals	Equipment & fixtures	Total
Carrying amount at 1/7/2019	10,133	5,362	33,062	48,557
Additions	-	6,975	5,093	12,068
Depreciation	-	(3,663)	(7,278)	(10,941)
Carrying amount at 30/6/2020	10,133	8,674	30,877	49,684
Additions	-	-	-	-
Depreciation	-	(4,294)	(7,234)	(11,528)
Carrying amount at 30/6/2021	10,133	4,380	23,643	38,156

### NOTE 9: RIGHT-OF-USE ASSETS

	Notes	2021 \$	2020 \$
Right-of-use buildings		53,830	180,200
Less: accumulated depreciation		(22,122)	(138,332)
		<b>31,708</b>	<b>41,868</b>
Right-of-use equipment		-	19,890
Less: accumulated depreciation		-	(15,762)
		-	<b>4,128</b>
<b>Total right-of-use assets</b>		<b>31,708</b>	<b>45,996</b>

## Notes to the consolidated financial statements for the year ended 30 June 2021

### NOTE 9: RIGHT-OF-USE ASSETS (continued)

#### Movements in carrying amounts

	Right-of-use Buildings	Right-of-use Equipment	Total
Carrying amount at 1/7/2019	112,223	9,744	121,967
Additions	-	-	-
Depreciation	(70,355)	(5,616)	(75,971)
Carrying amount at 30/6/2020	41,868	4,128	45,996
Additions	53,830	-	53,830
Depreciation	(63,990)	(4,128)	(68,118)
Carrying amount at 30/6/2021	31,708	-	31,708

### NOTE 10: INTANGIBLE ASSETS

	Notes	2021 \$	2020 \$
<b>Software</b>			
Software at cost		141,314	103,519
Less accumulated amortisation		(103,519)	(94,301)
		<b>37,795</b>	<b>9,218</b>
Movements in Carrying Amounts			
Balance at beginning of year		9,218	12,444
Additions		37,795	-
Amortisation		(9,218)	(3,226)
Carrying amount at end of year		<b>37,795</b>	<b>9,218</b>

### NOTE 11: PAYABLES

#### Current

Sundry creditors		42,005	38,566
Australian Taxation Office		1,740	8,818
Lease liability	1(j)	31,400	45,995
Unexpended grants		120,842	184,201
		<b>195,987</b>	<b>277,580</b>

## Notes to the consolidated financial statements for the year ended 30 June 2021

---

### NOTE 12: EMPLOYEE PROVISIONS

	Notes	2021 \$	2020 \$
<b>Current</b>			
Provision for annual and long service leave		<b>63,970</b>	<b>46,920</b>
Analysis of employee provisions:			
Balance at beginning of year		46,920	54,919
Increase (decrease) in provision		17,050	(7,999)
Balance at end of year		<b>63,970</b>	<b>46,920</b>

### NOTE 13: EVENTS SUBSEQUENT TO REPORTING DATE

The Group is not aware of any item, transaction or event of a material and unusual nature not otherwise dealt with in the report or financial statements that has significantly affected, or may affect the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent years.

### NOTE 14: RELATED PARTY TRANSACTIONS

#### (a) Payments to Executive members

Remuneration or benefits received by Executive members for acting as an Executive member (other than reimbursements of reasonable out-of-pocket-expenses)

-

-

#### (b) Payments to key management personnel

Short-Term employee benefits

84,703

88,545

Post-Employment Benefits

25,129

18,924

Key management personnel compensation

109,832

107,469

#### (c) Other related party transactions

There were no related party transactions for the year ended 30 June 2021 (2020: nil).

## Notes to the consolidated financial statements for the year ended 30 June 2021

---

### NOTE 15: CASH FLOW RECONCILIATION

	Notes	2021 \$	2020 \$
<b>Reconciliation of cash flows from operating activities with net current year surplus</b>			
Surplus (deficit) for the year		248,998	84,038
<i>Non-cash flows in current year surplus:</i>			
Amortisation		9,218	3,226
Depreciation		79,646	86,912
Stock provision		(245)	7,346
Fair value adjustment to listed shares		-	5,000
Realised loss on sale of listed investment		446	-
<i>Changes in assets and liabilities:</i>			
(Increase) Decrease in accounts receivable		(10,980)	(256)
(Increase) Decrease in inventories on hand		245	472
Increase (Decrease) in accounts payable		(3,639)	32,171
Increase (Decrease) in unexpended grants		(63,359)	(43,135)
Increase (Decrease) in employee provisions		17,050	(7,999)
Net cash provided by operations		<b>277,380</b>	<b>167,775</b>

## Notes to the consolidated financial statements for the year ended 30 June 2021

### NOTE 16: FINANCIAL RISK MANAGEMENT

The Association's financial instruments and the policies associated with the risks of carrying these are summarised below.

#### A. MARKET RISK

##### (i) Interest rate risk

The Group's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities is as follows:

	Note	Floating interest rate \$	Non interest bearing \$	Total \$
<b>2021</b>				
<b>Financial assets</b>				
Cash & cash equivalents	4	827,767		827,767
Term deposits maturing later than 3 months	4	928,000		928,000
Other receivables	5	19,008	11,535	30,543
		<u>1,774,775</u>	<u>11,535</u>	<u>1,786,310</u>
<b>Financial liabilities</b>				
Payables	11	-	195,987	195,987
		<u>-</u>	<u>195,987</u>	<u>195,987</u>
<b>2020</b>				
<b>Financial assets</b>				
Cash & cash equivalents	4	1,115,873		1,115,873
Term deposits maturing later than 3 months	4	460,000		460,000
Other receivables	5	18,870	693	19,563
Shares in listed investments	7	9,180		9,180
		<u>1,603,923</u>	<u>693</u>	<u>1,604,616</u>
<b>Financial liabilities</b>				
Payables	11	-	277,580	277,580
		<u>-</u>	<u>277,580</u>	<u>277,580</u>

##### (ii) Price risk

The Association sold its shares in listed companies (last year valued at \$9,180) and thus there is no price risk.

#### B. CREDIT RISK

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contract obligations that could lead to a financial loss by the Group.

The Group does not have any material credit risk exposures as its major sources of revenue are membership fees, bequests, donations and grants for specific projects.

Credit risk related to banks and other financial institutions is managed by the Executive.

## Notes to the consolidated financial statements for the year ended 30 June 2021

---

### NOTE 16: FINANCIAL RISK MANAGEMENT (continued)

#### C. LIQUIDITY RISK

Liquidity risk arises from the possibility that the Group might encounter difficulty in settling its debts or otherwise meeting its obligations in relation to financial liabilities. The Group manages this risk through the following mechanisms:

- planning and monitoring cash flow requirements
- maintaining a reputable credit profile
- managing credit risk related to financial assets
- only investing surplus funds with major financial institutions
- planning and managing the maturity dates of the financial assets and liabilities.

### NOTE 17: CHARITABLE FUNDRAISING APPEALS

The following statement relating to fundraising appeals during the period 1 July 2020 to 30 June 2021 is prepared in accordance with Fundraising Authority CFN 12368 (expiry date 26 August 2025) issued under the *Charitable Fundraising Act 1991* [NSW] in the name of the Association

**1. Manner in which net surplus from fundraising activities was applied** - Condition 6(2)(c):

Fundraising activities were applied in accordance with the objectives of the Association as contained within its Constitution. Funds were applied to many areas over the year including marine conservation; citizen science; Forests for All; Great Koala National Park; Protect our Parks; Regional Forest Agreements; connectivity conservation and national park expansion proposals. In addition, conservation education workshops and forums were held throughout NSW.

**2. Appeals involving traders** - Condition 6(2)(d): **NIL**

**3. Income & Expenditure of Fundraising Appeals** - Condition 6(1)(a):

The following fundraising appeals were conducted during the financial year:

	2021
<b>(a) President's Appeals (2 appeals)</b>	<b>\$</b>
Income	157,983
Less expenditure	
Postage	(5,396)
Layout/ printing	(10,061)
<b>Surplus:</b>	<b>142,526</b>
<b>(b) Raffle</b>	
Income	33,555
Less expenditure	(3,710)
<b>Surplus:</b>	<b>29,845</b>

### NOTE 18: CONTINGENT LIABILITY

	2021	2020
	<b>\$</b>	<b>\$</b>
Commonwealth Bank Guarantee relating to office lease (secured on bank deposit: refer to Note 5)	18,425	18,425

---

## Notes to the consolidated financial statements for the year ended 30 June 2021

---

### NOTE 19: INTEREST IN SUBSIDIARY

The parent has 100% ownership of Natural Areas Pty Ltd. This company owns land at Cromer, NSW which it maintains under a conservation agreement with the NSW Minister for the Environment under section 69B of the *National Parks and Wildlife Act 1974*.

<b>Summarised Financial Position</b>	<b>2021</b>	<b>2020</b>
Current assets	77,819	74,197
Property	10,133	10,133
Current Liabilities	(2,872)	-
<b>NET ASSETS</b>	<b>85,080</b>	<b>84,330</b>

### Summarised Financial Performance

Revenue	5,031	2,320
Profit/(Loss) after tax	750	(2,350)

### NOTE 20: MEMBERS' GUARANTEE

The Association is incorporated under the *Associations Incorporation Act 2009* (NSW). Under section 90 of the Association's Constitution, the liability of a member to contribute to the payments of the debts and liabilities of the Association or the cost, charges and expenses of the winding up of the Association is limited to the amount, if any, unpaid by the member in respect of membership of the Association. At 30 June 2021, the number of members was 4,209 (2020: 4,163).

## Auditor's declaration of independence for the year ended 30 June 2021

---

**MURRAY A RICHARDSON**

**CHARTERED ACCOUNTANT**

87 Rosa Street Oatley NSW 2223 Australia  
Telephone: (02) 9580 1867 Fax: (02) 9585 0406  
International Telephone: 61 2 9580 1867 Fax: 61 2 9585 0406  
Mobile: 0419 987 232

Liability limited by a scheme approved  
under Professional Standards Legislation

---

### **AUDITOR'S INDEPENDENCE DECLARATION**

**UNDER SECTION 60-40 OF THE AUSTRALIAN CHARITIES  
AND NOT-FOR-PROFITS COMMISSION ACT 2012**

**TO NATIONAL PARKS ASSOCIATION OF NSW INC. (ABN 67 694 961 955)**

I declare to the best of my knowledge and belief that during the year ended 30th June 2021,  
there have been no contraventions of any applicable code of professional conduct in relation  
to the audit.

Date ..... *13<sup>th</sup> October 2021* .....

..... *Murray Richardson* .....

Murray A Richardson

## Auditor's report to members for the year ended 30 June 2021

---

### MURRAY A RICHARDSON

#### CHARTERED ACCOUNTANT

87 Rosa Street Oatley NSW 2223 Australia  
Telephone: (02) 9580 1867 Fax: (02) 9585 0406  
International Telephone: 61 2 9580 1867 Fax: 61 2 9585 0406  
Mobile: 0419 987 232

Liability limited by a scheme approved  
under Professional Standards Legislation

---

### INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS

#### NATIONAL PARKS ASSOCIATION OF NSW INC

ABN 67 694 961 955

#### Opinion

I have audited the financial report of National Parks Association of NSW INC, which comprises the statement of financial position as at the 30th June 2021 and 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 a summary of significant accounting policies and the responsible entities declaration.

In my opinion, the financial report of the National Parks Association of NSW INC has been prepared in accordance with Division 60 of the *Australian Charities and Not for Profits Commission Act 2012* including:

- (a) giving a true and fair view of the registered entity's financial position as at 30th June 2021 and of its financial performance and cash flows for the year ended on that date; and
- (b) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not for Profits Commission Regulation 2013*.

In accordance with the *Associations Incorporation Act 2009* [NSW] I report that the Association's records:

- (a) have been properly kept, and
- (b) give a true and fair view of the association's affairs as at 30th June 2021 and results for the year ended thereon.

In accordance with the *Charitable Fundraising Act 1991* [NSW] I report:

- (a) the accounts show a true and fair view of the financial results of fundraising appeals for the year ended 30th June 2021, and
  - (b) the accounts and associated records have been properly kept during that year in accordance with the Act and Regulations.
  - (c) that the money received as a result of fundraising appeals conducted during the year has been properly accounted for and applied in accordance with the Act and Regulations.
  - (d) in my opinion the National Parks Association of NSW Inc. is able to pay its debts as when due and payable.
-

## **Auditor's report to members**

### **for the year ended 30 June 2021**

---

#### **Basis for opinion**

I have conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of my report. I am independent of the registered entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that is relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### **Information other than the Financial Report and Auditor's Report thereon**

The responsible entities are responsible for the other information. The other information comprises the information included in the registered entity's annual report for the year ended 30th June 2021, but does not include the financial report and my auditor's report thereon.

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

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

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

#### **Responsibilities of responsible entities for the Financial Report**

The responsible entities of the registered entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the ACNC Act, and for such internal control as the responsible entities 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, responsible entities are responsible for assessing the registered entity'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 responsible entities either intends to liquidate the registered entity or to cease operations, or has no realistic alternative but to do so.

The responsible entities are responsible for overseeing the registered entity's financial reporting process.

#### **Auditor's responsibilities for the audit of the Financial Report**

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 the financial report.

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

## Auditor's report to members for the year ended 30 June 2021

---

I 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 my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by responsible entities.
- Conclude on the appropriateness of the responsible entity's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My 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 registered entity 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 the manner that achieves fair presentation.

I communicate with the responsible entities regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.



**Murray A. Richardson**

**87 Rosa Street**

**Oatley NSW 2223**

Dated 14<sup>th</sup> October 2021