

**Alinytjara Wilurara
Natural Resources Management Board**

**Financial report
for the year ended
30 June 2018**



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To the Presiding Member Alinytjara Wilurara Natural Resources Management Board

As required by section 31(1)(b) of the *Public Finance and Audit Act 1987* and section 37(2) of the *Natural Resources Management Act 2004*, I have audited the accompanying financial report of the Alinytjara Wilurara Natural Resources Management Board for the financial year ended 30 June 2018.

Opinion

In my opinion, the accompanying financial report gives a true and fair view of the financial position of the Alinytjara Wilurara Natural Resources Management Board as at 30 June, its financial performance and its cash flows for the year then ended in accordance with the Treasurer's Instructions promulgated under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards.

The financial report comprises:

- a Statement of Comprehensive Income for the year ended 30 June 2018
- a Statement of Financial Position as at 30 June 2018
- a Statement of Changes in Equity for the year ended 30 June 2018
- a Statement of Cash Flows for the year ended 30 June 2018
- notes, comprising significant accounting policies and other explanatory information
- a Certificate from the Presiding Member, the Regional Director and the Chief Financial Officer of the Department for Environment and Water.

Basis for opinion

I conducted the audit in accordance with the *Public Finance and Audit Act 1987* and 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 Alinytjara Wilurara Natural Resources Management Board. The *Public Finance and Audit Act 1987* establishes the independence of the Auditor-General. In conducting the audit, the relevant ethical requirements of APES 110 Code of Ethics for Professional Accountants have been met.

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

Responsibilities of the Regional Director and the Board for the financial report

The Regional Director is responsible for the preparation of the financial report that gives a true and fair view in accordance with the Treasurer's Instructions promulgated under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and that is free from material misstatement, whether due to fraud or error.

The members of the Board are responsible for overseeing the entity's financial reporting process.

Auditor's responsibilities for the audit of the financial report

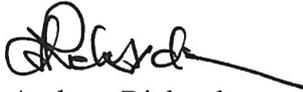
My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an 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 this financial report.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. 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 for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Regional Director
- 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.

My report refers only to the financial report described above and does not provide assurance over the integrity of electronic publication by the entity on any website nor does it provide an opinion on other information which may have been hyperlinked to/from the report.

I communicate with the Board 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 the audit.

A handwritten signature in black ink, appearing to read 'Andrew Richardson', with a long horizontal stroke extending to the right.

Andrew Richardson

Auditor-General

28 November 2018

**Alinytjara Wilurara Natural Resources Management
Board**

Financial Statements

For the year ended 30 June 2018

Alinytjara Wilurara Natural Resources Management Board
Certification of the Financial Statements
for the year ended 30 June 2018

We certify that the attached general purpose financial statements for the Alinytjara Wilurara Natural Resources Management Board:

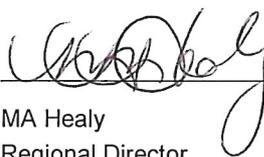
- comply with relevant Treasurer's Instructions issued under Section 41 of the *Public Finance and Audit Act 1987*, and relevant Australian Accounting Standards
- are in accordance with the accounts and records of the Alinytjara Wilurara Natural Resources Management Board
- present a true and fair view of the financial position of the Alinytjara Wilurara Natural Resources Management Board as at 30 June 2018 and the results of its operations and cash flows for the financial year.

We certify that the internal controls employed by the Alinytjara Wilurara Natural Resources Management Board for the financial year over its financial reporting and its preparation of the general purpose financial statements have been effective throughout the reporting period.



P Agius
Presiding Member

23 November 2018



MA Healy
Regional Director

23 November 2018



S O'Brien
Chief Financial Officer
Department for Environment and Water

23 November 2018

Alinytjara Wilurara Natural Resources Management Board
Statement of Comprehensive Income
for the year ended 30 June 2018

	Note	2018 \$'000	2017 \$'000
Expenses			
Board, group and committee	3	100	76
Supplies and services	4	2 399	2 373
Grants and subsidies	5	120	125
Depreciation	6	6	9
Other	7	47	46
Total expenses		2 672	2 629
Income			
Grants	8	2 579	2 460
Interest	9	53	53
Other	10	40	57
Total income		2 672	2 570
Net result		-	(59)
Total comprehensive result		-	(59)

The net result and total comprehensive result are attributable to the SA Government as owner.

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Alinytjara Wilurara Natural Resources Management Board
Statement of Financial Position
as at 30 June 2018

	Note	2018 \$'000	2017 \$'000
Current assets			
Cash and cash equivalents	11	3 374	3 326
Receivables	12	16	21
Total current assets		3 390	3 347
Non-current assets			
Property, plant and equipment	13	24	30
Total non-current assets		24	30
Total assets		3 414	3 377
Current liabilities			
Payables	14	439	402
Total current liabilities		439	402
Total liabilities		439	402
Net assets		2 975	2 975
Equity			
Retained earnings		2 975	2 975
Total equity		2 975	2 975

The total equity is attributable to the SA Government as owner.

Unrecognised contractual commitments	15
Contingent assets and liabilities	16

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

Alinytjara Wilurara Natural Resources Management Board
Statement of Changes in Equity
for the year ended 30 June 2018

	Retained earnings \$'000	Total equity \$'000
Balance at 30 June 2016	3 034	3 034
Net result for 2016-17	(59)	(59)
Total comprehensive result for 2016-17	(59)	(59)
Balance at 30 June 2017	2 975	2 975
Net result for 2017-18	-	-
Total comprehensive result for 2017-18	-	-
Balance at 30 June 2018	2 975	2 975

All changes in equity are attributable to the SA Government as owner.

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

Alinytjara Wilurara Natural Resources Management Board
Statement of Cash Flows
for the year ended 30 June 2018

		2018 (Outflows) Inflows \$'000	2017 (Outflows) Inflows \$'000
Cash flows from operating activities	Note		
Cash outflows			
Board, group and committee member payments		(100)	(76)
Payments for supplies and services		(2 366)	(2 283)
Payments of grants and subsidies		(117)	(125)
Other payments		(46)	(46)
Cash used in operations		(2 629)	(2 530)
Cash inflows			
Receipts from grants		2 579	2 460
Interest received		53	55
Other receipts		45	55
Cash generated from operations		2 677	2 570
Net cash provided by / (used in) operating activities		48	40
Cash flows from investing activities			
Cash outflows			
Purchase of property, plant and equipment		-	(16)
Cash used in investing activities		-	(16)
Net cash provided by / (used in) investing activities		-	(16)
Net increase / (decrease) in cash and cash equivalents		48	24
Cash and cash equivalents at the beginning of the reporting period		3 326	3 302
Cash and cash equivalents at the end of the reporting period	11	3 374	3 326

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

Alinytjara Wilurara Natural Resources Management Board

Notes to and forming part of the financial statements

for the year ended 30 June 2018

1 Basis of financial statements

1.1 Reporting entity

The Alinytjara Wilurara Natural Resources Management Board (the Board) was established pursuant to section 23(1) of the *Natural Resources Management Act 2004* (the NRM Act). The Board operates under a Regional Natural Resources Management Plan (NRM Plan). The Plan includes a 3 year business plan (2017-2020), approved by the Minister for Environment and Water in May 2017.

The Board's financial statements include the use of income, expenses, assets and liabilities controlled or incurred by the Board in its own right.

The financial statements include all the controlled activities of the Board. The Board has not established any NRM groups.

On 16 April 2012, the Minister for Environment and Water, pursuant to sub-section 24(3) of the NRM Act, directed the Board to:

- use the Department for Environment and Water (DEW) to provide the Board's business support and NRM services to the region
- enter into an agreement for these services
- fund the services and projects set out in the agreement.

The Board entered into a three year Service Level Agreement (SLA) during 2016-17 which includes the delivery of support services to the Board to ensure it is able to meet its statutory requirements under the NRM Act and an annual work plan for the delivery of the Board's Business Plan. This agreement details the services, projects and funds to deliver the annual work plan. This SLA is reviewed and updated on an annual basis.

In accordance with notice published in the Government Gazette on 21 June 2012, all Board staff were transferred from employment under the NRM Act to the *Public Sector Act 2009*. This was effective from 1 July 2012 at which date staff were brought into the administrative unit of DEW. As a consequence:

- DEW assumed responsibility for the staff previously employed under the *NRM Act* by the Board
- all staff are employed by the Chief Executive, DEW under the *Public Sector Act 2009*
- DEW is responsible for the management, supervision, liability, Work Health and Safety and human resources management of the staff that undertake services under the SLA
- staff undertaking services on behalf of the Board are assigned to the Board under the *NRM Act*
- the payment for staff salaries is recharged to the Board under a Fee for Service Arrangement.

During 2018, the government announced it is introducing new legislation to replace the current NRM Act. The current NRM arrangements are expected to remain largely unchanged for the 2018-19 financial year.

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

1 Basis of financial statements (continued)

1.2 Statement of compliance

These financial statements have been prepared in compliance with section 23 of the *Public Finance and Audit Act 1987*.

The financial statements are general purpose financial statements. The accounts have been prepared in accordance with relevant Australian Accounting Standards (Reduced Disclosure Requirements) and comply with Treasurer's Instructions and Accounting Policy Statements promulgated under the provisions of the *Public Finance and Audit Act 1987*.

The Board has applied Australian Accounting Standards that are applicable to not-for-profit entities, as the Board is a not for profit entity. Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective, have not been adopted by the Board for the period ending 30 June 2018.

1.3 Basis of preparation

The financial statements have been prepared based on a 12 month period and presented in Australian currency. The historical cost convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured on a different basis.

All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000).

Assets and liabilities that are to be sold, consumed or realised as part of the normal operating cycle even when they are not expected to be realised within 12 months after the reporting date have been classified as current assets or current liabilities. All other assets and liabilities are classified as non-current.

Significant accounting policies are set out in the notes.

1.4 Taxation

The Board is not subject to Income Tax. The Board is liable for Fringe Benefits Tax (FBT) and Emergency Services Levy (ESL).

DEW prepares a Business Activity Statement on behalf of the Board under the grouping provisions of the Goods and Services Tax (GST) legislation. Under these provisions, DEW is liable for the payments and entitled to the receipts associated with GST.

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

2 Objectives and activities

The Board serves the Government and the people of South Australia by achieving excellence in the provision of Natural Resources Management.

2.1 Board objectives

Legislatively, the most important role for the Board is to develop a comprehensive natural resources management plan under section 75(1) of the NRM Act. The Board undertakes an active role with respect to the management of natural resources within its region, to prepare and implement a Regional Natural Resources Management Plan and review that Plan to ensure that the objectives of the NRM Act are being achieved.

The Board's role also includes building awareness about NRM programs and projects in the Region, and increasing understanding about the regional challenges and opportunities for NRM within state and federal agencies, non-government organisations, communities and individuals.

The Board sees effective and long-term communication with communities as a high priority task. Engagement is essential to encourage community members to work together in partnerships to lessen the Region's environmental problems and care for the country.

2.2 Activities

The Board operates solely in the portfolio area of natural resource management policy and planning. The Board's Plan guides the structure and how the activities are aggregated. As such the Board provides a range of services classified into the following activities:

People asset

This theme is to continue to build regional capacity in NRM with a focus on partnerships and 'working together' to manage country and water in the region. Capacity building activities can include awareness raising, knowledge sharing, increasing skills through training, and facilitation and support. It can also include education.

Country asset

This theme is to have a strong and healthy country, looking after itself with a helping hand. The strategic directions for the country asset have been influenced by a number of other plans and strategies relating to pest management, fire management, threatened species management, coast and marine planning biodiversity.

Water asset

The water asset goal reflects the importance of water being used sustainably and with care to meet the needs of people and country into the future.

The disaggregated disclosures schedule present expenses and income information attributable to each of the activities as reflected in the Board's NRM Plan for the year ended 30 June 2018 and year ended 30 June 2017.

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

2 Objectives and activities (continued)

2.2 Activities (continued)

Disaggregated Disclosures – Expenses and Income

	People Asset		Country Asset		Water Asset		Total	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Expenses								
Board, group and committee	100	76	-	-	-	-	100	76
Supplies and services	1 235	1 043	1 164	1 329	-	1	2 399	2 373
Grants and subsidies	40	45	80	80	-	-	120	125
Depreciation	6	9	-	-	-	-	6	9
Other	47	46	-	-	-	-	47	46
Total expenses	1 428	1 219	1 244	1 409	-	1	2 672	2 629
Income								
Grants	1 509	1 478	1 070	982	-	-	2 579	2 460
Interest	53	53	-	-	-	-	53	53
Other	40	49	-	8	-	-	40	57
Total income	1 602	1 580	1 070	990	-	-	2 672	2 570
Net result	174	361	(174)	(419)	-	(1)	-	(59)

The Board has determined that assets and liabilities cannot be reliably attributed to individual activities.

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

3 Remuneration of board members

Members during the 2017-18 financial year were:

Board	Audit and Risk Management Committee
A P Agius (Presiding member)	A P Agius
A W Baker (appointed 17 August 2017)	D Hansen
I C Crombie* (resigned 28 September 2017)	MT Haynes
D Hansen	K M Richards (resigned 30 October 2017)
M T Haynes	S Scales (appointed 30 October 2017)
P P Miller	
M Norris (retired 1 May 2018)	
J O'Toole (appointed 14 April 2018)	
K M Richards	
S Scales (appointed 17 August 2017)	
MJ Smart (appointed 17 August 2017)	

* In accordance with the Department of the Premier and Cabinet's Circular Number PC016, government employees did not receive any remuneration for board/committee duties during the financial year.

The number of members whose remuneration received or receivable falls within the following bands

	2018	2017
\$0 - \$9 999	10	6
\$10 000 - \$19 999	-	1
\$30 000 - \$39 999	1	1
Total number of board, group and committee members	11	8

Remuneration of members reflects all costs of performing board/committee member duties including sitting fees, superannuation contributions, salary sacrifice benefits and fringe benefits, and any FBT paid or payable in respect of those benefits. The total remuneration received or receivable by members was \$75 000 (2017: \$63 000).

For the purposes of this table, travel allowances and other out-of-pocket expenses paid to members have not been included as remuneration as it is considered to be reimbursement of direct out-of-pocket expenses incurred by relevant members. These expenses in addition to Payroll Tax amount to \$25 000 (2017: \$13 000). In 2018 the Board identified an error in the classification of out-of-pocket expenses made to members in 2017. The subsequent correction of this error in 2018 largely explains the increase in out-of-pocket expenses in the current year.

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

4 Supplies and services

	2018	2017
	\$'000	\$'000
Fee for service - Board funded DEW salaries	1 143	1 052
Fee for service	566	611
Travel and accommodation	168	119
Motor vehicles	109	104
Accommodation and property management	79	77
Fee for service - corporate services fee	62	98
Minor works, maintenance and equipment	44	81
Fee for service - Shared Services SA fee	40	43
General administration	38	18
Staff development	36	23
Information technology and communication	27	43
Other	87	104
Total supplies and services	2 399	2 373

Operating leases

Operating lease payments are recognised as an expense in the Statement of Comprehensive Income on a straight-line basis over the lease term. The straight-line basis is representative of the pattern of benefits derived from the leased assets.

5 Grants and subsidies

	2018	2017
	\$'000	\$'000
Recurrent grants	120	125
Total grants provided	120	125

Grants are recognised as a liability and expense when the Board has a present obligation to pay the contribution and the expense recognition criteria are met.

The Board provided financial assistance to the Anangu Pitjantjatjara Yankunytjatjara (APY) Land Management during the year. Funds are paid by way of grants and all recipients are required to comply with conditions relevant to each grant. The details of amounts provided, organisations receiving grants and the purpose for each grant are shown in the annual report, as required under section 42 of the NRM Act.

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

6 Depreciation

	2018	2017
	\$'000	\$'000
Depreciation		
Vehicles	4	4
Plant and equipment	2	5
Total depreciation	6	9

All non-current assets, having a limited useful life, are systematically depreciated over their useful lives in a manner that reflects the consumption of their service potential.

Useful life

Depreciation is calculated on a straight line basis over the estimated useful life of the following classes of assets as follows:

Class of asset	Useful life (years)
Vehicles	3 - 5
Plant and equipment	5 - 10

Revision in accounting estimates

Assets' residual values, useful lives and depreciation methods are reviewed and adjusted if appropriate, on an annual basis. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for prospectively by changing the time period or method, as appropriate, which is a change in accounting estimate.

7 Other expenses

	2018	2017
	\$'000	\$'000
Audit fees paid/payable to the Auditor-General's Department	47	46
Total other expenses	47	46

No other services were provided by the Auditor-General's Department (AGD).

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

8 Grant revenues

	2018	2017
	\$'000	\$'000
Grant revenues from SA Government		
National Landcare Program received through DEW *	1 401	1 401
State Government recurrent funding	1 113	1 058
Native Vegetation Council - SEB/Buffel Grass Project	65	-
Sundry Grants	-	1
Total grant revenues from SA Government	2 579	2 460
Total grant revenues	2 579	2 460
* National Landcare Program - consists of the following programs:		
Culture and Conservation: Landscape Ecosystem Management in the AW NRM Region	718	718
Strong People, Strong Country: Balancing Culture, Caring for Country and Production	270	270
Community, Conservation & Culture: Building Indigenous Capacity to Deliver NRM	263	263
Delivery of a Regional Landcare Facilitator in the Alinytjara Wilurara Region	150	150
Total National Landcare Program funding	1 401	1 401

Contributions are recognised as an asset and income when the Board obtains control of the grants or obtains the right to receive the grants and the income recognition criteria are met.

Contributions which have conditions of expenditure still to be met as at reporting date were nil (2017: nil).

National Landcare Program received through DEW

On 18 May 2015, the Board entered into an agreement with the State, for the continued implementation of the National Landcare Program.

The goal of the National Landcare Program is an environment that is healthy, better protected, well managed, resilient and provides essential ecosystem services in a changing climate.

This funding spans the period 1 January 2015 to 30 June 2018 and covers two broad areas: Sustainable Environment and Agriculture.

Funding deeds between the Board and the Australian Government for the National Landcare Program Phase 2 (NLP2) are currently being negotiated.

State Government recurrent funding

Recurrent grant funding is provided to the Board via the NRM Fund, to deliver core operational and governance requirements, in accordance with the NRM Act and the Board's Business Plan. The continued existence of the Board in its present form is dependent on government funding.

Native Vegetation Council

The Board also receives grant funding from the Native Vegetation Council (NVC) for the significant environmental benefit (SEB) grant to destroy buffel grass south of APY lands in the AW region.

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

9 Interest revenues

	2018	2017
	\$'000	\$'000
Interest revenues from entities within the SA Government	53	53
Total interest revenues	53	53

10 Other revenues

	2018	2017
	\$'000	\$'000
Sale of professional services	-	53
Recoup of expenses and other recoveries	40	4
Total other revenues	40	57

Other income includes reimbursement income related to the operating activities of the Board and sales of professional services. Other income is recognised when the service has been performed.

11 Cash and cash equivalents

	2018	2017
	\$'000	\$'000
Deposits with the Treasurer	3 374	3 326
Total cash and cash equivalents	3 374	3 326

Cash is measured at nominal value.

Deposits at call and with the Treasurer earn a floating interest rate, based on daily bank deposit rates.

12 Receivables

	2018	2017
	\$'000	\$'000
Current		
Receivables	12	10
Prepayments	-	7
Accrued interest	4	4
Total current receivables	16	21
Total receivables	16	21

Receivables arise in the normal course of selling goods and services to other government agencies and to the public. Receivables are generally settled within 30 days after the issue of an invoice or the goods/services have been provided under a contractual arrangement. Receivables, prepayments and accrued revenues are non-interest bearing.

Collectability of receivables is reviewed on an ongoing basis. An allowance for doubtful debts is raised when there is objective evidence that the Board will not be able to collect the debt.

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

13 Property, plant and equipment

	2018 \$'000	2017 \$'000
Vehicles		
Vehicles at cost (deemed fair value)	37	64
Accumulated depreciation	(27)	(50)
Total vehicles	10	14
Plant and equipment		
Plant and equipment at cost (deemed fair value)	77	94
Accumulated depreciation	(63)	(78)
Total plant and equipment	14	16
Total property, plant and equipment	24	30

Acquisition and recognition

Non-current assets are initially recorded at cost or at the value of any liabilities assumed, plus any incidental cost involved with the acquisition. Non-current assets are subsequently measured at fair value after allowing for accumulated depreciation.

Where assets are acquired at no value, or minimal purchase value, they are recorded at their fair value in the Statement of Financial Position.

All non-current tangible assets with a value of \$10 000 or greater are capitalised.

Revaluation

All non-current tangible assets are valued at fair value and revaluation of a non-current asset, or group of assets, is only performed when its fair value at the time of acquisition is greater than \$1 million and estimated useful life is greater than 3 years.

As the Board does not hold assets that meet this criteria, assets have not been revalued.

Carrying amount of plant and equipment

All items of plant and equipment had a fair value at the time of acquisition that was less than \$1 million or had an estimated useful life that was less than three years, and have not been revalued in accordance with APF III. The carrying value of these items are deemed to approximate fair value.

Impairment

There were no indications of impairment of property, plant and equipment as at 30 June 2018.

Reconciliation of non-current assets

The following table shows the movement of non-current assets during 2017-18:

	Vehicles \$'000	Plant and equipment \$'000	Total \$'000
Carrying amount at the beginning of the period	14	16	30
Depreciation expense	(4)	(2)	(6)
Carrying amount at the end of the period	10	14	24

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

13 Property, plant and equipment (continued)

Reconciliation of non-current assets

The following table shows the movement of non-current assets during 2016-17:

	Vehicles	Plant and equipment	Total
	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	18	5	23
Acquisitions	-	16	16
Depreciation expense	(4)	(5)	(9)
Carrying amount at the end of the period	14	16	30

14 Payables

	2018	2017
	\$'000	\$'000
Current		
Creditors	360	325
Accrued expenses	79	77
Total current payables	439	402
Total payables	439	402

Payables include creditors, accrued expenses, and Board member remuneration on-costs.

Creditors represent the amounts owing for goods and services received prior to the end of the reporting period that are unpaid at the end of the reporting period. Creditors include all unpaid invoices received relating to the normal operations of the Board.

Accrued expenses represent goods and services provided by other parties during the period that are unpaid at the end of the reporting period and where an invoice has not been received.

All payables are measured at their nominal amount and are normally settled within 30 days from the date of the invoice or the date the invoice is first received.

15 Unrecognised contractual commitments

Commitments include operating, capital and outsourcing arrangements arising from contractual or statutory sources and are disclosed at their nominal value.

Unrecognised contractual commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the ATO. If GST is not payable to, or recoverable from, the ATO, the commitments and contingencies are disclosed on a gross basis.

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

15 Unrecognised contractual commitments (continued)

Expenditure commitments

The Board's expenditure contracted for at the reporting date but not recognised as liabilities are payable as follows:

	2018	2017
	\$'000	\$'000
Within one year	64	125
Total other commitments	64	125

Contracts have been entered into for the completion of various projects. The value of these projects is not reflected in the Statement of Comprehensive Income and Statement of Financial Position.

16 Contingent assets and contingent liabilities

Contingent assets and contingent liabilities are not recognised in the Statement of Financial Position, but are disclosed by way of a note and, if quantifiable, are measured at nominal value.

The Board is not aware of the existence of any contingent assets or liabilities.

17 Related party transactions

The Alinytjara Wilurara Natural Resources Management Board is a body corporate and was established pursuant to the *Natural Resources Management Act 2004* and is wholly owned and controlled by the Crown.

Related parties of the Board include all key management personnel and their close family members; all Cabinet Ministers and their close family members; and all public authorities that are controlled and consolidated into the whole of government financial statements and other interests of the Government.

Key management personnel

Key management personnel of the Board include the Minister for Environment and Water, the Presiding Member, the Regional Director and the other members of the Board who have responsibility for the strategic direction and management of the Board. The total compensation for the Board's key management personnel was \$154 000 (2017: \$132 000). Salaries and other benefits the Minister receives are excluded from this total. The Minister's remuneration and allowances are set by the *Parliamentary Remuneration Act 1990* and the Remuneration Tribunal of SA respectively and are payable from the Consolidated Account (via the Department of Treasury and Finance) under section 6 the *Parliamentary Remuneration Act 1990*.

The Board has a service agreement totalling \$24 000 with an Aboriginal organisation, Ceduna Aboriginal Corporate (CAC) during 2017-18 to access the Aboriginal labour workforce to support the delivery of the Board's projects. The Director of CAC is a member of the Alinytjara Wilurara Natural Resources Management Board. A member of the Alinytjara Wilurara Natural Resources Management Board has a close family member that links to CAC.

The Board has an agreement totalling \$60,000 with AMYAC Nominees for the buffell grass project. A board member of the Alinytjara Wilurara Natural Resource Management Board is a Board member of AMYAC nominees.

Two Board members are also members of the Executive Management of APY Lands with which the Board have some agreements with for delivering the National Landcare Program. The total value of these grants is \$120 000.

Alinytjara Wilurara Natural Resources Management Board
Notes to and forming part of the financial statements
for the year ended 30 June 2018

18 Financial risk management / financial instruments

Financial risk management

Risk management is managed by the Board's corporate services section and Board risk management policies are in accordance with the *Risk Management Policy Statement* issued by the Premier and Treasurer and the principles established in the Australian Standard *Risk Management Principles and Guidelines*.

The Board's exposure to financial risk (liquidity, credit and market) is insignificant based on past experience and current assessment of risk.

The Board is funded principally from contributions from Commonwealth government and State government agencies toward various activities of the Board.

There have been no changes in risk exposure since the last reporting period.

Categorisation of financial instruments

Details of the significant accounting policies and methods adopted including the criteria for recognition, the basis of measurement, and the basis on which income and expenses are recognised with respect to each class of financial asset, financial liability and equity instrument are disclosed the respective financial asset/financial liability note.

The carrying amounts of each of the following categories of financial assets and liabilities: receivables and payables measured at cost are detailed below.

Category of financial asset and financial liability	Note	2018 Carrying amount \$'000	2017 Carrying amount \$'000
Financial assets			
Cash and cash equivalents			
Cash and cash equivalents		3 374	3 326
Loans and receivables			
Receivables	(1), (2)	16	14
Total financial assets		3 390	3 340
Financial liabilities			
Financial liabilities at cost			
Payables	(1)	392	356
Total financial liabilities		392	356

(1) Receivable and payable amounts disclosed here exclude amounts relating to statutory receivables and payables (for example, Commonwealth, State and Local Government taxes, fees and charges; AGD audit fees). In government, certain rights to receive or pay cash may not be contractual and therefore in these situations, the requirements will not apply. Where rights or obligations have their source in legislation such as levies, tax and equivalents, etc. they would be excluded from the disclosure. The standard defines contract as enforceable by law. All amounts recorded are carried at cost (not materially different from amortised cost).

(2) Receivables amount disclosed here excludes prepayments. Prepayments are presented in note 12 as prepaid supplies and services in accordance with paragraph 78(b) of AASB 101 *Presentation of Financial Statements*. However, prepayments are not financial assets as defined in AASB 132 *Financial Instruments: Presentation* as the future economic benefit of these assets is the receipt of goods and services rather than the right to receive cash or another financial asset.

19 Events after the reporting period

There were no events occurring after the end of the reporting period that have material financial implications on these financial statements.