

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

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**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL ADMINISTRATOR CERTIFICATION FOR
GRANT ACQUITTALS STATEMENT**

I was appointed as Special Administrator of Bawinanga Aboriginal Corporation ("the Corporation") on 31 October 2012. As I was not responsible for management or the operations of the Corporation for the period prior to 31 October 2012, I am unable to accept responsibility for the accuracy or content of the grant acquittal statements and a summary of significant accounting policies. The grant acquittal statements have been compiled from information recorded in the financial records of the Corporation, prior and subsequent to my appointment.

Subject to the foregoing exclusions, the grant acquittal statements and a summary of significant accounting policies, I hereby certify that:

- i. all Funding received was spent for the purpose of the Activity and in accordance with this Agreement and that we have complied with this Agreement;
- ii. salaries and allowances paid to persons involved in the Activity are in accordance with any applicable award or agreement in force under any relevant law on industrial or workplace relations;
- iii. unless the Activity Period has expired or the Agreement has been terminated, the unspent portion of the Funds (if any) are available for use within the next reporting period;
- iv. the financial information is presented in accordance with grant terms and conditions Financial Reporting framework;
- v. asset, if any, has been acquired with the Funds in accordance with the grant terms and conditions;

The ability of the Corporation to pay its debts as and when they become due and payable is subject to the on-going financial support of the government, the on-going support of members, and the outcome of the Special Administration process.



.....
Peter Lanthois - Special Administrator

Date: 5/12/12

Independent auditor's report to the Aboriginal Benefit Account

We have audited the Job Income and Expenses Statements ("the Statements") for the Aboriginal Benefit Account ("the Department") grants to the Bawinanga Aboriginal Corporation (Under Special Administration) - ("the Corporation") for the year ended 30 June 2012 in respect of the following grants ("the Projects"):

- NACIS New Arts Centre
- Road Crew – Capital Equipment
- Marine Vessels – Stabi Craft

Special Administrator's Responsibility for the Financial Report

The Special Administrator is responsible for the preparation of the Statements and has determined that the accounting policies used and described in Note 1 to the Statements which form part of the Statements are appropriate to meet the requirements of the funding terms and conditions of each Project and the needs of the Department of Families, Housing, Community Services and Indigenous Affairs, and for such internal control as the Special Administrator determines is necessary to enable the preparation of the Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Statement based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Corporation's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Special Administrator, as well as evaluating the overall presentation of the Statement.

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

Independence

In conducting the audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Basis of Qualification

1. The audit report relating to the statutory financial report of the Corporation for the year ended 30 June 2012 disclosed we were unable to obtain sufficient and appropriate evidence to support the validity of salaries and wages recorded in the Corporation's Statement of Comprehensive Income for the year ended 30 June 2012, as certain documents supporting these expenses were not made available for inspection. These documents included employment or appointment contracts, timesheets and overtime approvals. Our audit procedures also noted inconsistencies between the amounts recorded in the accounting records and the pay as you go summaries of employees.

The Corporation recorded salaries and wages expenses of \$213,397. This was capitalised in the construction of the new Arts Centre.

2. The statutory financial report of the Corporation as at 30 June 2012 indicates a shortfall of funds available to meet its on-going commitments with the Department and other government funding bodies. This event raises significant doubts over the Corporation's compliance with the Department's and other funding bodies Funding Terms and Conditions in relation to the uses of funds and also as to whether the Corporation is a going concern.
3. The Statements do not include budget and other information. We were not provided with any budget information for the year ended 30 June 2012.
4. Our opinion is issued subject to the qualifications and limitations detailed in the Certification by the Special Administrator which accompanies this special purpose report. The Special Administrator was appointed on 31 October 2012. The Special Administrator was unable to confirm information in relation to transactions which occurred prior to their appointment.
5. We were unable to obtain sufficient and appropriate audit evidence that the Corporation maintained proper books and records. The financial records kept by the Corporation were not sufficient for the financial reports to be prepared and audited.

Qualified Auditor's Opinion

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the limitations on our scope referred to in the above paragraphs not existed, the attached Job Income and Expenses Statement for the Aboriginal Benefit Account grants to Bawinanga Aboriginal Corporation (Under Special Administration) present fairly, in all material respects, the financial transactions for the period ended 30 June 2012.

Basis of Accounting

We also draw attention to Note 1 to the Statements, which describe the basis of accounting. The Statements are prepared to assist Bawinanga Aboriginal Corporation (Under Special Administration) to meet the reporting requirements of the Projects. As a result, the Statements may not be suitable for another purpose.

Merit Partners

Merit Partners

Aminul Islam

Aminul Islam

Director

DARWIN

Date: *5 December 2012*

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
NACIS NEW ARTS CENTRE
For the Year Ended 30 June 20112

	2009/10 \$	2010/11 \$	2011/12 \$	Total \$
Income				
Unexpended Grants at Beginning of Year	-	-	-	-
Grant Income	-	2,200,000	-	2,200,000
	-	2,200,000	-	2,200,000
Expenditure				
IT Systems	-	13,810		13,810
Purchases/Materials	272,975	659,390	271,513	1,203,878
Equipment Hire	1,498	-		1,498
Plant & Equipment	-	16,673	65,998	82,671
Electrical Fittings	-	20,671	38,974	59,646
Freight	5,561	43,571	7,086	56,219
Administration Charges	75,857	254,143		330,000
Consultancy/Subcontractors	137,871	23,020	131,702	292,593
Salaries & Wages (Non CDEP)	56,857	199,530	213,397	469,785
Salaries & Wages - CDEP	7,904	5,130	-	13,034
Other employee expenses costs	9,869	3,046	-	12,916
Superannuation SGC	-	-	22,771	22,771
Workers Compensation Insurance	-	-	3,201	3,201
Allowances - Tools/Clothing/Travel	-	782		782
Travel & Accommodation	-	3,843	4,916	8,759
	568,392	1,243,610	759,559	2,571,561
Unexpended Grant at End of Year	(568,392)	956,390	(759,559)	(371,561)

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
ROAD CREW - CAPITAL EQUIPMENT
For the Year Ended 30 June 2012**

Income

Unexpended Grant at Beginning of Year	1,769,740
Grant Income	-
	<hr/>
	1,769,740

Expenses

Motor Vehicles	52,368
Plant & Equipment	1,752,999
Freight	25,677
	<hr/>
	1,831,044

Unexpended Grant at End of Year	(61,303)
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**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
MARINE VESSELS - STABI CRAFT
For the Year Ended 30 June 2012**

	Total
	\$
Income	
Grants	245,228
	<u>245,228</u>
Expense	
Marine Vessels	233,022
Administration	24,162
	<u>257,184</u>
Net Deficit	<u><u>(11,956)</u></u>

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**NOTES TO AND FORMING PART OF THE SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

Note 1 Accounting Policies

a) Basis of Accounting

The special purpose financial report has been prepared in order to satisfy the reporting requirement of grant terms and conditions.

The special purpose financial report has been prepared in accordance with AASB 1031, *Materiality*.

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The report has been prepared on the accrual basis of accounting.

b) Accounting Period

The Income and Expenditure Statement's reporting period is inclusive from 1 July 2011 to 30 June 2012.

Note 2 Subsequent Events

On 24 October 2012, the directors of the Corporation wrote the Office of Registrar of Indigenous Corporations ("the Registrar") requesting an appointment of a special administrator to help them resolve its financial difficulties. On 31 October 2012, the Registrar has placed the Corporation under special administration. The special administrators have been appointed for 6 months and will work closely with the members of the Corporation and the community to review the operations and governance of the Corporation.

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

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**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL ADMINISTRATOR CERTIFICATION FOR
GRANT ACQUITTALS STATEMENT**

I was appointed as Special Administrator of Bawinanga Aboriginal Corporation ("the Corporation") on 31 October 2012. As I was not responsible for management or the operations of the Corporation for the period prior to 31 October 2012, I am unable to accept responsibility for the accuracy or content of the grant acquittal statements and a summary of significant accounting policies. The grant acquittal statements have been compiled from information recorded in the financial records of the Corporation, prior and subsequent to my appointment.

Subject to the foregoing exclusions, the grant acquittal statements and a summary of significant accounting policies, I hereby certify that:

- i. all Funding received was spent for the purpose of the Activity and in accordance with this Agreement and that we have complied with this Agreement;
- ii. salaries and allowances paid to persons involved in the Activity are in accordance with any applicable award or agreement in force under any relevant law on industrial or workplace relations;
- iii. unless the Activity Period has expired or the Agreement has been terminated, the unspent portion of the Funds (if any) are available for use within the next reporting period;
- iv. the financial information is presented in accordance with grant terms and conditions Financial Reporting framework;
- v. asset, if any, has been acquired with the Funds in accordance with the grant terms and conditions;

The ability of the Corporation to pay its debts as and when they become due and payable is subject to the on-going financial support of the government, the on-going support of members, and the outcome of the Special Administration process.



.....
Peter Lanthois - Special Administrator

Date: 5/12/12

Independent auditor's report to the Attorney-General's Department

We have audited the Job Income and Expenses Statement ("the Statement") for the Attorney-General's Department ("the Department") grants to the Bawinanga Aboriginal Corporation (Under Special Administration) - ("the Corporation") for the period ended 30 June 2012 in respect of the Maningrida Night Patrol grant ("the Project").

Special Administrator's Responsibility for the Financial Report

The Special Administrator is responsible for the preparation of the Statement and has determined that the accounting policies used and described in Note 1 to the Statement which form part of the Statement are appropriate to meet the requirements of the funding terms and conditions of each Project and the needs of the Department of the Prime Minister and Cabinet, and for such internal control as the Special Administrator determines is necessary to enable the preparation of the Statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Statement based on conducting the audit in accordance with Australian Auditing Standards. Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Independence

In conducting the audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Basis for Disclaimer of Opinion

1. We are unable to obtain sufficient and appropriate audit evidence to support the allocation of expenses, in particular salaries and wages and administrative expenses to the various projects. As a result of these matters, we were unable to determine whether any adjustments might be necessary to the recording of expenditures to the Corporation's various Projects.
2. The audit report relating to the statutory financial report of the Corporation for the year ended 30 June 2012 disclosed we were unable to obtain sufficient and appropriate evidence to support the validity of salaries and wages recorded in the Corporation's Statement of Comprehensive Income for the year ended 30 June 2012, as certain documents supporting these expenses were not made available for inspection. These documents included employment or appointment contracts, timesheets and overtime approvals. Our audit procedures also noted inconsistencies between the amounts recorded in the accounting records and the pay as you go summaries of employees.

The Corporation recorded salaries and wages expenses of \$493,054 in the Project. This comprises about 60% of the Project's total grant income.

3. The statutory financial report of the Corporation as at 30 June 2012 indicates a shortfall of funds available to meet its on-going commitments with the Department and other government funding bodies. This event raises significant doubts over the Corporation's compliance with the Department's and other funding bodies Funding Terms and Conditions in relation to the uses of funds and also as to whether the Corporation is a going concern.

The Corporation financial report records \$218,408 as being unexpended relating to the various Projects of the Department as at 30 June 2012.

4. The Statements do not include budget and other information. We were not provided with any budget information for the year ended 30 June 2012.
5. Our opinion is issued subject to the qualifications and limitations detailed in the Certification by the Special Administrator which accompanies this special purpose report. The Special Administrator was appointed on 31 October 2012. The Special Administrator was unable to confirm information in relation to transactions which occurred prior to their appointment.
6. We were unable to obtain sufficient and appropriate audit evidence that the Corporation maintained proper books and records. The financial records kept by the Corporation were not sufficient for the financial reports to be prepared and audited.

Disclaimer of Auditor's Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraphs, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the Statement.

Basis of Accounting

We also draw attention to Note 1 to the Statement, which describe the basis of accounting. The Statement is prepared to assist Bawinanga Aboriginal Corporation (Under Special Administration) to meet the reporting requirements of the Projects. As a result, the Statement may not be suitable for another purpose.

Merit Partners

Merit Partners

Aminul Islam

Aminul Islam
Director

DARWIN

Date: *5 December 2012*

Bawinanga Aboriginal Corporation
(Under Special Administration)

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
Maningrida Night Patrol
For the Year Ended 30 June 2012

		Total
		\$
Income		
Grants		707,347
Capital		110,000
		<u>817,347</u>
Expense		
Salaries		
	Salaries	432,307
	On-costs	60,747
Vehicles		
	Fuel	8,282
	Registration	681
	Repairs & Maintenance	13,068
Services		
	Grant Administration Fee	67,306
Supplies		
	Energy	4,779
	Materials, First Aid Kits & Torches	5,069
	Uniforms	200
Travel		
	Travel & Accommodation	6,500
		<u>598,939</u>
Unexpended Grants at End of Year		<u><u>218,408</u></u>

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**NOTES TO AND FORMING PART OF THE SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

Note 1 Accounting Policies

a) Basis of Accounting

The special purpose financial report has been prepared in order to satisfy the reporting requirement of grant terms and conditions.

The special purpose financial report has been prepared in accordance with AASB 1031, *Materiality*.

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The report has been prepared on the accrual basis of accounting.

b) Accounting Period

The Income and Expenditure Statement's reporting period is inclusive from 1 July 2011 to 30 June 2012.

Note 2 Subsequent Events

On 24 October 2012, the directors of the Corporation wrote the Office of Registrar of Indigenous Corporations ("the Registrar") requesting an appointment of a special administrator to help them resolve its financial difficulties. On 31 October 2012, the Registrar has placed the Corporation under special administration. The special administrators have been appointed for 6 months and will work closely with the members of the Corporation and the community to review the operations and governance of the Corporation.

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL PURPOSE FINANCIAL REPORT
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**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL ADMINISTRATOR CERTIFICATION FOR
GRANT ACQUITTALS STATEMENT**

I was appointed as Special Administrator of Bawinanga Aboriginal Corporation ("the Corporation") on 31 October 2012. As I was not responsible for management or the operations of the Corporation for the period prior to 31 October 2012, I am unable to accept responsibility for the accuracy or content of the grant acquittal statements and a summary of significant accounting policies. The grant acquittal statements have been compiled from information recorded in the financial records of the Corporation, prior and subsequent to my appointment.

Subject to the foregoing exclusions, the grant acquittal statements and a summary of significant accounting policies, I hereby certify that:

- i. all Funding received was spent for the purpose of the Activity and in accordance with this Agreement and that we have complied with this Agreement;
- ii. salaries and allowances paid to persons involved in the Activity are in accordance with any applicable award or agreement in force under any relevant law on industrial or workplace relations;
- iii. unless the Activity Period has expired or the Agreement has been terminated, the unspent portion of the Funds (if any) are available for use within the next reporting period;
- iv. the financial information is presented in accordance with grant terms and conditions Financial Reporting framework;
- v. asset, if any, has been acquired with the Funds in accordance with the grant terms and conditions;

The ability of the Corporation to pay its debts as and when they become due and payable is subject to the on-going financial support of the government, the on-going support of members, and the outcome of the Special Administration process.



.....

Peter Lanthois - Special Administrator

Date: 5/12/12

Independent auditor's report to the Department of Education Employment and Workplace Relations

We have audited the Job Income and Expenses Statement ("the Statement") for the Department of Education Employment and Workplace Relations ("the Department") grants to the Bawinanga Aboriginal Corporation (Under Special Administration) - ("the Corporation") for the period ended 30 June 2012 in respect of the Crèche Operations grant ("the Project").

Special Administrators Responsibility for the Financial Report

The Special Administrators are responsible for the preparation of the Statement and has determined that the accounting policies used and described in Note 1 to the Statement which form part of the Statement are appropriate to meet the requirements of the funding terms and conditions of each Project and the needs of the Department of the Prime Minister and Cabinet, and for such internal control as the Special Administrator determines is necessary to enable the preparation of the Statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Statement based on conducting the audit in accordance with Australian Auditing Standards. Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Independence

In conducting the audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Basis for Disclaimer of Opinion

1. We are unable to obtain sufficient and appropriate audit evidence to support the allocation of expenses, in particular salaries and wages and administrative expenses to the various projects. As a result of these matters, we were unable to determine whether any adjustments might be necessary to the recording of expenditures to the Corporation's various Projects.
2. The audit report relating to the statutory financial report of the Corporation for the year ended 30 June 2012 disclosed we were unable to obtain sufficient and appropriate evidence to support the validity of salaries and wages recorded in the Corporation's Statement of Comprehensive Income for the year ended 30 June 2012, as certain documents supporting these expenses were not made available for inspection. These documents included employment or appointment contracts, timesheets and overtime approvals. Our audit procedures also noted inconsistencies between the amounts recorded in the accounting records and the pay as you go summaries of employees.

The Corporation recorded salaries and wages expenses of \$91,770 in the Project. This comprises about 67% of the Project's total grant income.

3. The statutory financial report of the Corporation as at 30 June 2012 indicates a shortfall of funds available to meet its on-going commitments with the Department and other government funding bodies. This event raises significant doubts over the Corporation's compliance with the Department's and other funding bodies Funding Terms and Conditions in relation to the uses of funds and also as to whether the Corporation is a going concern.
4. The Statements do not include budget and other information. We were not provided with any budget information for the year ended 30 June 2012.
5. Our opinion is issued subject to the qualifications and limitations detailed in the Certification by the Special Administrator which accompanies this special purpose report. The Special Administrator was appointed on 31 October 2012. The Special Administrator was unable to confirm information in relation to transactions which occurred prior to their appointment.
6. We were unable to obtain sufficient and appropriate audit evidence that the Corporation maintained proper books and records. The financial records kept by the Corporation were not sufficient for the financial reports to be prepared and audited.

Disclaimer of Auditor's Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraphs, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the Statements.

Basis of Accounting

We also draw attention to Note 1 to the Statement, which describe the basis of accounting. The Statements are prepared to assist Bawinanga Aboriginal Corporation (Under Special Administration) to meet the reporting requirements of the Project. As a result, the Statements may not be suitable for another purpose.

Merit Partners

Merit Partners

Aminul Islam

Aminul Islam
Director

DARWIN

Date:

5 December 2012

Bawinanga Aboriginal Corporation
(Under Special Administration)

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
Crèche Operations Acquittal
For the Year Ended 30 June 2012

	Total
	\$
<hr/>	
Income	
Grant Income	137,655
	<hr/>
	137,655
Expenses	
Staff Wages	81,358
Employee On-cost Expenses	10,412
Other Employee Costs	3,685
Operational Expenses - Building	8,316
Operational Expenses - Child Care Service	11,926
Operational Expenses - Equipment	10,768
Operational Expenses - Vehicles	3,373
Administrative Expenses	12,553
	<hr/>
	142,391
Net Deficit	<hr/> (4,736) <hr/>

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**NOTES TO AND FORMING PART OF THE SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

Note 1 Accounting Policies

a) Basis of Accounting

The special purpose financial report has been prepared in order to satisfy the reporting requirement of grant terms and conditions.

The special purpose financial report has been prepared in accordance with AASB 1031, *Materiality*.

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The report has been prepared on the accrual basis of accounting.

b) Accounting Period

The Income and Expenditure Statement's reporting period is inclusive from 1 July 2011 to 30 June 2012.

Note 2 Subsequent Events

On 24 October 2012, the directors of the Corporation wrote the Office of Registrar of Indigenous Corporations ("the Registrar") requesting an appointment of a special administrator to help them resolve its financial difficulties. On 31 October 2012, the Registrar has placed the Corporation under special administration. The special administrators have been appointed for 6 months and will work closely with the members of the Corporation and the community to review the operations and governance of the Corporation.

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

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**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**


**SPECIAL ADMINISTRATOR CERTIFICATION FOR
GRANT ACQUITTALS STATEMENT**

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Subject to the foregoing exclusions, the grant acquittal statements and a summary of significant accounting policies, I hereby certify that:

- i. all Funding received was spent for the purpose of the Activity and in accordance with this Agreement and that we have complied with this Agreement;
- ii. salaries and allowances paid to persons involved in the Activity are in accordance with any applicable award or agreement in force under any relevant law on industrial or workplace relations;
- iii. unless the Activity Period has expired or the Agreement has been terminated, the unspent portion of the Funds (if any) are available for use within the next reporting period;
- iv. the financial information is presented in accordance with grant terms and conditions Financial Reporting framework;
- v. asset, if any, has been acquired with the Funds in accordance with the grant terms and conditions;

The ability of the Corporation to pay its debts as and when they become due and payable is subject to the on-going financial support of the government, the on-going support of members, and the outcome of the Special Administration process.



.....
Peter Lanthois - Special Administrator

Date: 5/12/12



Independent auditor's report to the Department of Arts and Museum

We have audited the Job Income and Expenses Statement ("the Statement") for the Department of Arts and Museum ("the Department") grants to the Bawinanga Aboriginal Corporation (Under Special Administration) - ("the Corporation") for the period ended 30 June 2012 in respect of the Repatriation – Ancestral Remains grant ("the Project").

Special Administrator's Responsibility for the Financial Report

The Special Administrator is responsible for the preparation of the Statement and has determined that the accounting policies used and described in Note 1 to the Statement which form part of the Statement are appropriate to meet the requirements of the funding terms and conditions of each Project and the needs of the Department of the Prime Minister and Cabinet, and for such internal control as the Special Administrator determines is necessary to enable the preparation of the Statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Statement based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Corporation's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Special Administrator, as well as evaluating the overall presentation of the Statement.

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

Independence

We are independent of the Corporation, and have met the independence requirements of Australian professional ethical pronouncements.

Basis of Qualification

1. The statutory financial report of the Corporation as at 30 June 2012 indicates a shortfall of funds available to meet its on-going commitments with the Department and other government funding bodies. This event raises significant doubts over the Corporation's compliance with the Department's and other funding bodies Funding Terms and Conditions in relation to the uses of funds and also as to whether the Corporation is a going concern.
2. The Statements do not include budget and other information. We were not provided with any budget information for the year ended 30 June 2012.
3. Our opinion is issued subject to the qualifications and limitations detailed in the Certification by the Special Administrator which accompanies this special purpose report. The Special Administrator was appointed on 31 October 2012. The Special Administrator was unable to confirm information in relation to transactions which occurred prior to their appointment.
4. We were unable to obtain sufficient and appropriate audit evidence that the Corporation maintained proper books and records. The financial records kept by the Corporation were not sufficient for the financial reports to be prepared and audited.

Qualified Auditor's Opinion

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the limitations on our scope referred to in the above paragraphs not existed, the attached Job Income and Expenses Statement for the Department of Arts and Museum grants to Bawinanga Aboriginal Corporation (Under Special Administration) present fairly, in all material respects, the financial transactions for the year ended 30 June 2012.

Basis of Accounting

We also draw attention to Note 1 to the Statement, which describe the basis of accounting. The Statement is prepared to assist Bawinanga Aboriginal Corporation (Under Special Administration) to meet the reporting requirements of the Project. As a result, the Statement may not be suitable for another purpose.

Merit Partners

Merit Partners

Aminul Islam

Aminul Islam
Director

DARWIN

Date: 5 December 2012

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
Repatriation - Ancestral Remains
For the Year Ended 30 June 2012**

**Total
\$**

Income

Grant Income Received - 2011/12	20,909
	<u>20,909</u>

Expenses

Consultancy/Subcontractors	1,818
Administration Charges	-
	<u>1,818</u>

Unexpended Grant at End of Year	<u><u>19,091</u></u>
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**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**NOTES TO AND FORMING PART OF THE SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

Note 1 Accounting Policies

a) Basis of Accounting

The special purpose financial report has been prepared in order to satisfy the reporting requirement of grant terms and conditions.

The special purpose financial report has been prepared in accordance with AASB 1031, *Materiality*.

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The report has been prepared on the accrual basis of accounting.

b) Accounting Period

The Income and Expenditure Statement's reporting period is inclusive from 1 July 2011 to 30 June 2012.

Note 2 Subsequent Events

On 24 October 2012, the directors of the Corporation wrote the Office of Registrar of Indigenous Corporations ("the Registrar") requesting an appointment of a special administrator to help them resolve its financial difficulties. On 31 October 2012, the Registrar has placed the Corporation under special administration. The special administrators have been appointed for 6 months and will work closely with the members of the Corporation and the community to review the operations and governance of the Corporation.

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

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**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL ADMINISTRATOR CERTIFICATION FOR
GRANT ACQUITTALS STATEMENT**

I was appointed as Special Administrator of Bawinanga Aboriginal Corporation ("the Corporation") on 31 October 2012. As I was not responsible for management or the operations of the Corporation for the period prior to 31 October 2012, I am unable to accept responsibility for the accuracy or content of the grant acquittal statements and a summary of significant accounting policies. The grant acquittal statements have been compiled from information recorded in the financial records of the Corporation, prior and subsequent to my appointment.

Subject to the foregoing exclusions, the grant acquittal statements and a summary of significant accounting policies, I hereby certify that:

- i. all Funding received was spent for the purpose of the Activity and in accordance with this Agreement and that we have complied with this Agreement;
- ii. salaries and allowances paid to persons involved in the Activity are in accordance with any applicable award or agreement in force under any relevant law on industrial or workplace relations;
- iii. unless the Activity Period has expired or the Agreement has been terminated, the unspent portion of the Funds (if any) are available for use within the next reporting period;
- iv. the financial information is presented in accordance with grant terms and conditions Financial Reporting framework;
- v. asset, if any, has been acquired with the Funds in accordance with the grant terms and conditions;

The ability of the Corporation to pay its debts as and when they become due and payable is subject to the on-going financial support of the government, the on-going support of members, and the outcome of the Special Administration process.


.....
Peter Lanthois - Special Administrator

Date: 5/12/12

Independent auditor's report to the Department of Children and Families

We have audited the Job Income and Expenses Statement ("the Statement") for the Department of Children and Families ("the Department") grants to the Bawinanga Aboriginal Corporation (Under Special Administration) - ("the Corporation") for the year ended 30 June 2012 in respect of the Maningrida Child and Safety Services grant ("the Project").

Special Administrator's Responsibility for the Financial Report

The Special Administrator is responsible for the preparation of the Statement and has determined that the accounting policies used and described in Note 1 to the Statement which form part of the Statement are appropriate to meet the requirements of the funding terms and conditions of each Project and the needs of the Department of the Prime Minister and Cabinet, and for such internal control as the Special Administrator determines is necessary to enable the preparation of the Statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Statement based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Corporation's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Special Administrator, as well as evaluating the overall presentation of the Statement.

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

Independence

We are independent of the Corporation, and have met the independence requirements of Australian professional ethical pronouncements.

Basis for Disclaimer of Opinion

1. We are unable to obtain sufficient and appropriate audit evidence to support the allocation of expenses, in particular salaries and wages and administrative expenses to the various projects. As a result of these matters, we were unable to determine whether any adjustments might be necessary to the recording of expenditures to the Corporation's various Projects.
2. The audit report relating to the statutory financial report of the Corporation for the year ended 30 June 2012 disclosed we were unable to obtain sufficient and appropriate evidence to support the validity of salaries and wages recorded in the Corporation's Statement of Comprehensive Income for the year ended 30 June 2012, as certain documents supporting these expenses were not made available for inspection. These documents included employment or appointment contracts, timesheets and overtime approvals. Our audit procedures also noted inconsistencies between the amounts recorded in the accounting records and the pay as you go summaries of employees.

The Corporation recorded salaries and wages expenses of \$119,210 in the Project. This comprises about 25% of the Project's total grant income.

3. The financial report of the Corporation as at 30 June 2012 indicates a shortfall of funds available to meet its on-going commitments with the Department and other government funding bodies. This event raises significant doubts over the Corporation's compliance with the Department's and other funding bodies Funding Terms and Conditions in relation to the uses of funds and also as to whether the Corporation is a going concern.

The Corporation financial report records \$262,190 as being unexpended relating to the Project as at 30 June 2012.

4. The Statements do not include budget and other information. We were not provided with any budget information for the year ended 30 June 2012.
5. Our opinion is issued subject to the qualifications and limitations detailed in the Certification by the Special Administrator which accompanies this special purpose report. The Special Administrator was appointed on 31 October 2012. The Special Administrator was unable to confirm information in relation to transactions which occurred prior to their appointment.
6. We were unable to obtain sufficient and appropriate audit evidence that the Corporation maintained proper books and records. The financial records kept by the Corporation were not sufficient for the financial reports to be prepared and audited.

Qualified Auditor's Opinion

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the limitations on our scope referred to in the above paragraphs not existed, the attached Job Income and Expenses Statement for the Department of Children and Families grants to Bawinanga Aboriginal Corporation (Under Special Administration) present fairly, in all material respects, the financial transactions for the year ended 30 June 2012.

Basis of Accounting

We also draw attention to Note 1 to the Statement, which describe the basis of accounting. The Statement is prepared to assist Bawinanga Aboriginal Corporation (Under Special Administration) to meet the reporting requirements of the Project. As a result, the Statement may not be suitable for another purpose.

Merit Partners

Merit Partners

Aminul Islam

Aminul Islam
Director

DARWIN

Date: *5 December 2012*

Bawinanga Aboriginal Corporation
(Under Special Administration)

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
Maningrida Child Safety Services
For the Year Ended 30 June 2012

Total
\$

Income

Unexpended grant at beginning of year	21,529
Grants	441,941
Other income	-
	<hr/>
	463,470

Expenditure

Salaries and Wages

Project Coordinator & Assistant	106,732
Superannuation	12,478
Workers Compensation	1,601
Staffing Costs	3,127
Training	148

Vehicle and Equipment Costs

Fuel	7,821
Repairs & Maintenance	22,290
Registration	681
Replacement Tools & Equipment	159

General Expenses

Telephone & Computer	4,328
Project Expenses	11,115
Travel, fares & Accommodation	2,009
Administration	28,791

201,280

Unexpended Grant at End of Year

262,190

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**NOTES TO AND FORMING PART OF THE SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

Note 1 Accounting Policies

a) Basis of Accounting

The special purpose financial report has been prepared in order to satisfy the reporting requirement of grant terms and conditions.

The special purpose financial report has been prepared in accordance with AASB 1031, *Materiality*.

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The report has been prepared on the accrual basis of accounting.

b) Accounting Period

The Income and Expenditure Statement's reporting period is inclusive from 1 July 2011 to 30 June 2012.

Note 2 Subsequent Events

On 24 October 2012, the directors of the Corporation wrote the Office of Registrar of Indigenous Corporations ("the Registrar") requesting an appointment of a special administrator to help them resolve its financial difficulties. On 31 October 2012, the Registrar has placed the Corporation under special administration. The special administrators have been appointed for 6 months and will work closely with the members of the Corporation and the community to review the operations and governance of the Corporation.

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL PURPOSE FINANCIAL REPORT
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**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL ADMINISTRATOR CERTIFICATION FOR
GRANT ACQUITTALS STATEMENT**

I was appointed as Special Administrator of Bawinanga Aboriginal Corporation ("the Corporation") on 31 October 2012. As I was not responsible for management or the operations of the Corporation for the period prior to 31 October 2012, I am unable to accept responsibility for the accuracy or content of the grant acquittal statements and a summary of significant accounting policies. The grant acquittal statements have been compiled from information recorded in the financial records of the Corporation, prior and subsequent to my appointment.

Subject to the foregoing exclusions, the grant acquittal statements and a summary of significant accounting policies, I hereby certify that:

- i. all Funding received was spent for the purpose of the Activity and in accordance with this Agreement and that we have complied with this Agreement;
- ii. salaries and allowances paid to persons involved in the Activity are in accordance with any applicable award or agreement in force under any relevant law on industrial or workplace relations;
- iii. unless the Activity Period has expired or the Agreement has been terminated, the unspent portion of the Funds (if any) are available for use within the next reporting period;
- iv. the financial information is presented in accordance with grant terms and conditions Financial Reporting framework;
- v. asset, if any, has been acquired with the Funds in accordance with the grant terms and conditions;

The ability of the Corporation to pay its debts as and when they become due and payable is subject to the on-going financial support of the government, the on-going support of members, and the outcome of the Special Administration process.



.....
Peter Lanthois - Special Administrator

Date: 5/12/12

Independent auditor's report to the Department of Health and Ageing

We have audited the Job Income and Expenses Statements ("the Statements") for the Department of Health and Ageing ("the Department") grants to the Bawinanga Aboriginal Corporation (Under Special Administration) - ("the Corporation") for the year ended 30 June 2012 in respect of the following grants ("the Projects"):

- Northern Territory Jobs Package (HACCOFF CDEP)
- Northern Territory Jobs Package (HACC Operational)
- Community Aged Care Program

Special Administrator's Responsibility for the Financial Report

The Special Administrator is responsible for the preparation of the Statements and has determined that the accounting policies used and described in Note 1 to the Statements which form part of the Statements are appropriate to meet the requirements of the funding terms and conditions of each Project and the needs of the Department of Families, Housing, Community Services and Indigenous Affairs, and for such internal control as the Special Administrator determines is necessary to enable the preparation of the Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Statement based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Corporation's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Special Administrator, as well as evaluating the overall presentation of the Statement.

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

Independence

In conducting the audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Basis of Qualification

1. We are unable to obtain sufficient and appropriate audit evidence to support the allocation of expenses, in particular salaries and wages and administrative expenses to the various projects. As a result of these matters, we were unable to determine whether any adjustments might be necessary to the recording of expenditures to the Corporation's various Projects.
2. The audit report relating to the statutory financial report of the Corporation for the year ended 30 June 2012 disclosed we were unable to obtain sufficient and appropriate evidence to support the validity of salaries and wages recorded in the Corporation's Statement of Comprehensive Income for the year ended 30 June 2012, as certain documents supporting these expenses were not made available for inspection. These documents included employment or appointment contracts, timesheets and overtime approvals. Our audit procedures also noted inconsistencies between the amounts recorded in the accounting records and the pay as you go summaries of employees.

The Corporation recorded \$385,790 of salaries and wages expenses in the various Projects.

3. The statutory financial report of the Corporation as at 30 June 2012 indicates a shortfall of funds available to meet its on-going commitments with the Department and other government funding bodies. This event raises significant doubts over the Corporation's compliance with the Department's and other funding bodies Funding Terms and Conditions in relation to the uses of funds and also as to whether the Corporation is a going concern.

The Corporation financial report records \$288,437 as being unexpended relating to the various Projects of the Department as at 30 June 2012.

4. The Statements do not include budget and other information. We were not provided with any budget information for the year ended 30 June 2012.
5. As is common for organisations of this type, it is not practical to establish an efficient system of controls over meals on wheels receipts amounting to \$180,787 prior to entry into its financial records. Accordingly, as the evidence available to us regarding this source of revenue was limited, our audit procedures with respect to these sources had to be restricted to the amounts recorded in the financial records. We therefore are unable to confirm that the outstation rents recorded by the Corporation are complete.
6. Our opinion is issued subject to the qualifications and limitations detailed in the Certification by the Special Administrator which accompanies this special purpose report. The Special Administrator was appointed on 31 October 2012. The Special Administrator was unable to confirm information in relation to transactions which occurred prior to their appointment.
7. We were unable to obtain sufficient and appropriate audit evidence that the Corporation maintained proper books and records. The financial records kept by the Corporation were not sufficient for the financial reports to be prepared and audited.

Qualified Auditor's Opinion

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the limitations on our scope referred to in the above paragraphs not existed, the attached Job Income and Expenses Statement for the Department of Health and Ageing grants to Bawinanga Aboriginal Corporation (Under Special Administration) present fairly, in all material respects, the financial transactions for the period ended 30 June 2012.

Basis of Accounting

We also draw attention to Note 1 to the Statements, which describe the basis of accounting. The Statements are prepared to assist Bawinanga Aboriginal Corporation (Under Special Administration) to meet the reporting requirements of the Projects. As a result, the Statements may not be suitable for another purpose.

Merit Partners

Merit Partners

Aminul Islam

Aminul Islam
Director

DARWIN

Date:

5 December 2012

Bawinanga Aboriginal Corporation
(Under Special Administration)

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
NORTHERN TERRITORY JOBS PACKAGE (HACCOFF CDEP)
For the Year Ended 30 June 2012

	Total \$
<hr/>	
Income	
Unexpended Grant at Beginning of Year	214,523
Grant Income Received	444,469
	<hr/> <u>658,992</u>
Expenses	
Salaries & Wages	266,936
Oncosts	36,949
Administration	66,670
	<hr/> <u>370,555</u>
Unexpended Grant at End of Year	<hr/> <u>288,437</u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
HACC Operational
For the Year Ended 30 June 2012**

Total
\$

Income

Grants	70,633
Service Fees & Charges	36,536
Other/Sundry Income	36,737
	<u>143,906</u>

Expenses

Salaries	39,268
Training	4,920
Care	4,222
Special	-
Sub-contracted Services	41,787
Operating Costs	31,261
Administration	21,253
	<u>142,711</u>

Unexpended Grant at End of Year

1,195

Bawinanga Aboriginal Corporation
(Under Special Administration)

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
Community Aged Care Program
For the Year Ended 30 June 20112

	Total \$
<hr/>	
Income	
Meals on Wheels Receipts	180,787
	<u>180,787</u>
Expenses	
Salaries & Wages	
Salaries & Wages	29,700
Oncosts	4,311
Motor Vehicle Expenses	
Fuel	9,145
Repairs & Manitenance	10,250
Registration	727
General Expenses	
Administration	29,050
Cleaning Costs	2,713
Meals on Wheels	56,116
Operational Expenses for Clients	30,077
Travel & Fares	584
	<u>172,673</u>
Unexpended Grant at End of Year	<u>8,114</u>

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**NOTES TO AND FORMING PART OF THE SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

Note 1 Accounting Policies

a) Basis of Accounting

The special purpose financial report has been prepared in order to satisfy the reporting requirement of grant terms and conditions.

The special purpose financial report has been prepared in accordance with AASB 1031, *Materiality*.

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The report has been prepared on the accrual basis of accounting.

b) Accounting Period

The Income and Expenditure Statement's reporting period is inclusive from 1 July 2011 to 30 June 2012.

Note 2 Subsequent Events

On 24 October 2012, the directors of the Corporation wrote the Office of Registrar of Indigenous Corporations ("the Registrar") requesting an appointment of a special administrator to help them resolve its financial difficulties. On 31 October 2012, the Registrar has placed the Corporation under special administration. The special administrators have been appointed for 6 months and will work closely with the members of the Corporation and the community to review the operations and governance of the Corporation.

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL PURPOSE FINANCIAL REPORT
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**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL ADMINISTRATOR CERTIFICATION FOR
GRANT ACQUITTALS STATEMENT**

I was appointed as Special Administrator of Bawinanga Aboriginal Corporation ("the Corporation") on 31 October 2012. As I was not responsible for management or the operations of the Corporation for the period prior to 31 October 2012, I am unable to accept responsibility for the accuracy or content of the grant acquittal statements and a summary of significant accounting policies. The grant acquittal statements have been compiled from information recorded in the financial records of the Corporation, prior and subsequent to my appointment.

Subject to the foregoing exclusions, the grant acquittal statements and a summary of significant accounting policies, I hereby certify that:

- i. all Funding received was spent for the purpose of the Activity and in accordance with this Agreement and that we have complied with this Agreement;
- ii. salaries and allowances paid to persons involved in the Activity are in accordance with any applicable award or agreement in force under any relevant law on industrial or workplace relations;
- iii. unless the Activity Period has expired or the Agreement has been terminated, the unspent portion of the Funds (if any) are available for use within the next reporting period;
- iv. the financial information is presented in accordance with grant terms and conditions Financial Reporting framework;
- v. asset, if any, has been acquired with the Funds in accordance with the grant terms and conditions;

The ability of the Corporation to pay its debts as and when they become due and payable is subject to the on-going financial support of the government, the on-going support of members, and the outcome of the Special Administration process.


.....
Peter Lanthois - Special Administrator

Date: 5/12/12

Independent auditor's report to the Department of the Prime Minister and Cabinet

We have audited the Job Income and Expenses Statements ("the Statements") for the Department of the Prime Minister and Cabinet ("the Department") grants to the Bawinanga Aboriginal Corporation (Under Special Administration) - ("the Corporation") for the year ended 30 June 2012 in respect of the following grants ("the Projects"):

- NACIS Arts and Culture
- Arts CDEP – NT Jobs Package
- Indigenous Heritage Activity
- Indigenous Voices

Special Administrator's Responsibility for the Financial Report

The Special Administrator is responsible for the preparation of the Statements and has determined that the accounting policies used and described in Note 1 to the Statements which form part of the Statement are appropriate to meet the requirements of the funding terms and conditions of each Project and the needs of the Department of the Prime Minister and Cabinet, and for such internal control as the Special Administrator determines is necessary to enable the preparation of the Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Statement based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Corporation's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Special Administrator, as well as evaluating the overall presentation of the Statement.

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

Independence

In conducting the audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Basis of Qualification

1. The audit report relating to the statutory financial report of the Corporation for the year ended 30 June 2012 disclosed we were unable to obtain sufficient and appropriate evidence to support the validity of salaries and wages recorded in the Corporation's Statement of Comprehensive Income for the year ended 30 June 2012, as certain documents supporting these expenses were not made available for inspection. These documents included employment or appointment contracts, timesheets and overtime approvals. Our audit procedures also noted inconsistencies between the amounts recorded in the accounting records and the pay as you go summaries of employees.

The Corporation recorded \$264,737 of salaries and wages expenses in the various Projects.

2. The statutory financial report of the Corporation as at 30 June 2012 indicates a shortfall of funds available to meet its on-going commitments with the Department and other government funding bodies. This event raises significant doubts over the Corporation's compliance with the Department's and other funding bodies Funding Terms and Conditions in relation to the uses of funds and also as to whether the Corporation is a going concern.

The Corporation financial report records \$43,899 as being unexpended relating to the various Projects of the Department as at 30 June 2012.

3. The Statements do not include budget and other information. We were not provided with any budget information for the year ended 30 June 2012.
4. Our opinion is issued subject to the qualifications and limitations detailed in the Certification by the Special Administrator which accompanies this special purpose report. The Special Administrator was appointed on 31 October 2012. The Special Administrator was unable to confirm information in relation to transactions which occurred prior to their appointment.
5. We were unable to obtain sufficient and appropriate audit evidence that the Corporation maintained proper books and records. The financial records kept by the Corporation were not sufficient for the financial reports to be prepared and audited.

Qualified Auditor's Opinion

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the limitations on our scope referred to in the above paragraphs not existed, the attached Job Income and Expenses Statement for the Department of the Prime Minister and Cabinet grants to Bawinanga Aboriginal Corporation (Under Special Administration) present fairly, in all material respects, the financial transactions for the period ended 30 June 2012.

Basis of Accounting

We also draw attention to Note 1 to the Statements, which describe the basis of accounting. The Statements are prepared to assist Bawinanga Aboriginal Corporation (Under Special Administration) to meet the reporting requirements of the Projects. As a result, the Statements may not be suitable for another purpose.

Merit Partners

Merit Partners

Aminul Islam

Aminul Islam
Director

DARWIN

Date:

5 December 2012

Bawinanga Aboriginal Corporation
(Under Special Administration)

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
NACIS ARTS & CULTURE
For the Year Ended 30 June 2012

		Total \$
<hr/>		
Income		
Grant Income		120,000
		<u><u>120,000</u></u>
Expenses		
Operational		
Salaries	88,962	
Workers Comp	1,334	
Superannuation	10,245	
Staff Relocation Expenses	<u>2,880</u>	103,421
Services		
Administration	<u>18,000</u>	18,000
		<u><u>121,421</u></u>
Net Deficit		<u><u>(1,421)</u></u>

Bawinanga Aboriginal Corporation
(Under Special Administration)

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
ARTS CDEP - NT JOBS PACKAGE (68533)
For the Year Ended 30 June 20112

		Actual
		\$
<hr/>		
Income		
Unexpended Grants at Beginning of Year		45,762
Grant Income		<u>237,249</u>
		<u>283,011</u>
Expenditures		
Operational		
Salaries	138,922	
Oncosts	<u>26,608</u>	165,530
Services		
Training	1,427	
Project costs	41,708	
Administration	<u>35,587</u>	78,722
		<u>244,252</u>
		<u><u>38,759</u></u>

Bawinanga Aboriginal Corporation
(Under Special Administration)

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
INDIGENOUS HERITAGE ACTIVITY
For the Year Ended 30 June 2012

	Total
	\$
<hr/>	
Income	
Unexpended Grant at Beginning of Year	17,899
Grant Income Received	-
	<hr/>
	17,899
	<hr/>
Expenses	
Publications & Info Resources	15,600
Travel & Accommodation	1,159
	<hr/>
	16,759
	<hr/>
Unexpended Grant at End of Year	1,140
	<hr/> <hr/>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
Indigenous Voices
For the Year Ended 30 June 2012**

	Total \$
<hr/>	
Income	
Grant Income	4,000
	<hr/>
	4,000 <hr/>
Expenses	
Consultants	-
Production costs	-
	<hr/>
	<hr/>
	-
	<hr/>
	<hr/>
Unexpended Grant at End of Year	4,000 <hr/> <hr/>

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**NOTES TO AND FORMING PART OF THE SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

Note 1 Accounting Policies

a) Basis of Accounting

The special purpose financial report has been prepared in order to satisfy the reporting requirement of grant terms and conditions.

The special purpose financial report has been prepared in accordance with AASB 1031, *Materiality*.

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The report has been prepared on the accrual basis of accounting.

b) Accounting Period

The Income and Expenditure Statement's reporting period is inclusive from 1 July 2011 to 30 June 2012.

Note 2 Subsequent Events

On 24 October 2012, the directors of the Corporation wrote the Office of Registrar of Indigenous Corporations ("the Registrar") requesting an appointment of a special administrator to help them resolve its financial difficulties. On 31 October 2012, the Registrar has placed the Corporation under special administration. The special administrators have been appointed for 6 months and will work closely with the members of the Corporation and the community to review the operations and governance of the Corporation.

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

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**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL ADMINISTRATOR CERTIFICATION FOR
GRANT ACQUITTALS STATEMENT**

I was appointed as Special Administrator of Bawinanga Aboriginal Corporation ("the Corporation") on 31 October 2012. As I was not responsible for management or the operations of the Corporation for the period prior to 31 October 2012, I am unable to accept responsibility for the accuracy or content of the grant acquittal statements and a summary of significant accounting policies. The grant acquittal statements have been compiled from information recorded in the financial records of the Corporation, prior and subsequent to my appointment.

Subject to the foregoing exclusions, the grant acquittal statements and a summary of significant accounting policies, I hereby certify that:

- i. all Funding received was spent for the purpose of the Activity and in accordance with this Agreement and that we have complied with this Agreement;
- ii. salaries and allowances paid to persons involved in the Activity are in accordance with any applicable award or agreement in force under any relevant law on industrial or workplace relations;
- iii. unless the Activity Period has expired or the Agreement has been terminated, the unspent portion of the Funds (if any) are available for use within the next reporting period;
- iv. the financial information is presented in accordance with grant terms and conditions Financial Reporting framework;
- v. asset, if any, has been acquired with the Funds in accordance with the grant terms and conditions;

The ability of the Corporation to pay its debts as and when they become due and payable is subject to the on-going financial support of the government, the on-going support of members, and the outcome of the Special Administration process.



.....
Peter Lanthois - Special Administrator

Date: 5/12/12

Independent auditor's report to the Department of Regional Development and Indigenous Advancement

We have audited the Job Income and Expenses Statements ("the Statements") for the Department of Regional Development and Indigenous Advancement ("the Department") grants to the Bawinanga Aboriginal Corporation (Under Special Administration) - ("the Corporation") for the year ended 30 June 2012 in respect of the following grants ("the Projects"):

- Municipal & Essential Services – Maningrida
- Converted Jobs – Maningrida
- Capital Infrastructure – Maningrida
- Housing Maintenance – Maningrida
- Outstation Management – Maningrida
- Municipal & Essential Services – Ramingining
- Converted Jobs – Ramingining
- Housing Maintenance – Ramingining
- Outstation Management – Ramingining
- Outstation Rents – Maningrida
- Outstation Rents – Ramingining

Special Administrator's Responsibility for the Financial Report

The Special Administrator is responsible for the preparation of the Statements and has determined that the accounting policies used and described in Note 1 to the Statements which form part of the Statements are appropriate to meet the requirements of the funding terms and conditions of each Project and the needs of the Department of Families, Housing, Community Services and Indigenous Affairs, and for such internal control as the Special Administrator determine is necessary to enable the preparation of the Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Statements based on conducting the audit in accordance with Australian Auditing Standards. Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Independence

In conducting the audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Basis for Disclaimer of Opinion

1. We are unable to obtain sufficient and appropriate audit evidence to support the allocation of expenses, in particular salaries and wages and administrative expenses to the various projects. As a result of these matters, we were unable to determine whether any adjustments might be necessary to the recording of expenditures to the Corporation's various Projects.

2. The audit report relating to the statutory financial report of the Corporation for the year ended 30 June 2012 disclosed we were unable to obtain sufficient and appropriate evidence to support the validity of salaries and wages recorded in the Corporation's Statement of Comprehensive Income for the year ended 30 June 2012, as certain documents supporting these expenses were not made available for inspection. These documents included employment or appointment contracts, timesheets and overtime approvals. Our audit procedures also noted inconsistencies between the amounts recorded in the accounting records and the pay as you go summaries of employees. The Corporation recorded salaries and wages expenses of \$540,864 in the various Projects. This comprises about 36% of the Projects total grant income.
3. The financial report of the Corporation as at 30 June 2012 indicates a shortfall of funds available to meet its on-going commitments with the Department and other government funding bodies. This event raises significant doubts over the Corporation's compliance with the Department's and other funding bodies Funding Terms and Conditions in relation to the uses of funds and also as to whether the Corporation is a going concern. The Corporation financial report records \$137,028 as being unexpended relating to the various Projects as at 30 June 2012.
4. The Statements do not include budget and other information. We were not provided with any budget information for the year ended 30 June 2012.
5. Our opinion is issued subject to the qualifications and limitations detailed in the Certification by the Special Administrator which accompanies this special purpose report. The Special Administrator was appointed on 31 October 2012. The Special Administrator was unable to confirm information in relation to transactions which occurred prior to their appointment.
6. We were unable to obtain sufficient and appropriate audit evidence that the Corporation maintained proper books and records. The financial records kept by the Corporation were not sufficient for the financial reports to be prepared and audited.

Disclaimer of Auditor's Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraphs, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the Statements.

Basis of Accounting

We also draw attention to Note 1 to the Statements, which describe the basis of accounting. The Statements are prepared to assist Bawinanga Aboriginal Corporation (Under Special Administration) to meet the reporting requirements of the Project. As a result, the Statements may not be suitable for another purpose.

Merit Partners
Merit Partners

Aminul Islam
Aminul Islam
Director

DARWIN

Date: *5 December 2012*

Bawinanga Aboriginal Corporation (Under Special Administration)

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement Municipal & Essential Services Acquittal For the Year Ended 30 June 2012

	Total
	\$
<hr/>	
Income	
Grant Income	454,230
	<hr/>
	454,230
Expenses	
<i>General</i>	
Salaries - Full Time	97,846
General Administration	83,010
Repairs & Maintenance	47,593
	<hr/>
	228,449
<i>Municipal Services</i>	
Roads and Drainage	-
Rubbish Collection/Disposal	2,169
Parks and Gardens	1,735
Dog Control	6,587
Aerodrome	87
Other Services	260
	<hr/>
	10,838
<i>Essential Services</i>	
Electricity	153,953
Water	81,355
Sewerage	25,769
	<hr/>
	261,077
	<hr/>
	500,364
Net Deficit	<hr/> <hr/>
	(46,134)

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
Converted Jobs Acquittal
For the Year Ended 30 June 2012

	Total
	\$
Income	
Grant Income	161,944
	<u>161,944</u>
Expenses	
Salaries - Full Time	165,805
	<u>165,805</u>
Net Deficit	<u>(3,861)</u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
Capital Infrastructure Acquittal
For the Year Ended 30 June 2012**

	Total \$
<hr/>	
Income	
Unexpended Grant at Beginning of Year	
Grant Income	72,014
	<hr/>
	72,014
Expenses	
Fencing of bores & solar panels	-
Supply & install water tanks	-
	<hr/>
	-
Unexpended Grant at End of Year	<hr/> 72,014 <hr/>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
Housing Maintenance Grant
For the Year Ended 30 June 2012

	Total
	\$
<hr/>	
Income	
Grant Income	240,313
	<hr/>
	240,313
Expense	
Administration & Operating Costs	36,047
Indigenous Building Team	210,127
	<hr/>
	246,174
Net Deficit	<hr/> (5,861) <hr/>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
Outstation Management Grant
For the Year Ended 30 June 2012**

	Total
	\$
<hr/>	
Income	
Grant Income	52,000
	<u>52,000</u>
Expense	
Housing Management Salaries	57,761
Administration & Operating Costs	7,800
	<u>65,561</u>
Net Deficit	<u>(13,561)</u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
RAMO - Muncipal & Essential Services Acquittal
For the Year Ended 30 June 2012**

	Total \$
<hr/>	
Income	
Grant Income Received	281,190
	<u>281,190</u>
Expenses	
General	
Salaries - Full Time	8,239
General Administration	43,670
Repairs & Maintenance	97,412
Municipal Services	
Roads and Drainage	11,641
Rubbish Collection/Disposal	28,106
Parks and Gardens	25,778
Dog Control	2,328
Aerodrome	2,328
Essential Services	
Electricity	14,414
Water	32,205
Sewerage	15,633
Total Expenses	<u><u>281,754</u></u>
Net Deficit	<u><u>(564)</u></u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
RAMO - Converted Jobs Acquittal
For the Year Ended 30 June 2012

	Total \$
<hr/>	
Income	
Grant Income Received	80,972
	<u>80,972</u>
Expenses	
Salaries - Full Time	36,008
Total Expenses	<u>36,008</u>
Unexpended Grant at End of Year	<u><u>44,964</u></u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
RAMO - Housing Maintenance Grant
For the Year Ended 30 June 2012**

	Total \$
<hr/>	
Income	
Grant Income	107,100
	<u>107,100</u>
Expenses	
Housing Management Salaries	16,065
Indigenous Building Team	70,985
Total Expenses	<u>87,050</u>
Unexpended Grant at End of Year	<u><u>20,050</u></u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
RAMO - Outstation Management
For the Year Ended 30 June 2012**

	Total \$
<hr/>	
Income	
Grant Income	40,000
	<u>40,000</u>
Expenses	
Housing Management Salaries	35,729
Administration & Operating Costs	6,000
Total Expenses	<u>41,729</u>
Deficit	<u><u>(1,729)</u></u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
Outstation Rents Acquittal
For the Year Ended 30 June 2012

	Total
	\$
<hr/>	
Income	
Rents Collected	112,716
	<u>112,716</u>
Expense	
Housing Management Salaries	115,975
Administration & Operating Costs	4,236
Indigenous Building Team	9,919
	<u>130,130</u>
Net Deficit	<u>(17,414)</u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
RAMO - Outstation Rents
For the Year Ended 30 June 2012

	Total \$
<hr/>	
Income	
Rent Collected	-
	<hr/>
	<hr/>
Expenses	
Housing Management Salaries	7,336
Total Expenses	<hr/> 7,336 <hr/>
Deficit	<hr/> (7,336) <hr/>

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**NOTES TO AND FORMING PART OF THE SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

Note 1 Accounting Policies

a) Basis of Accounting

The special purpose financial report has been prepared in order to satisfy the reporting requirement of grant terms and conditions.

The special purpose financial report has been prepared in accordance with AASB 1031, *Materiality*.

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The report has been prepared on the accrual basis of accounting.

b) Accounting Period

The Income and Expenditure Statement's reporting period is inclusive from 1 July 2011 to 30 June 2012.

Note 2 Subsequent Events

On 24 October 2012, the directors of the Corporation wrote the Office of Registrar of Indigenous Corporations ("the Registrar") requesting an appointment of a special administrator to help them resolve its financial difficulties. On 31 October 2012, the Registrar has placed the Corporation under special administration. The special administrators have been appointed for 6 months and will work closely with the members of the Corporation and the community to review the operations and governance of the Corporation.

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

CONTENTS

SPECIAL ADMINISTRATOR CERTIFICATION

INDEPENDENT AUDITOR'S REPORT

INCOME AND EXPENDITURE STATEMENTS

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**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL ADMINISTRATOR CERTIFICATION FOR
GRANT ACQUITTALS STATEMENT**

I was appointed as Special Administrator of Bawinanga Aboriginal Corporation ("the Corporation") on 31 October 2012. As I was not responsible for management or the operations of the Corporation for the period prior to 31 October 2012, I am unable to accept responsibility for the accuracy or content of the grant acquittal statements and a summary of significant accounting policies. The grant acquittal statements have been compiled from information recorded in the financial records of the Corporation, prior and subsequent to my appointment.

Subject to the foregoing exclusions, the grant acquittal statements and a summary of significant accounting policies, I hereby certify that:

- i. all Funding received was spent for the purpose of the Activity and in accordance with this Agreement and that we have complied with this Agreement;
- ii. salaries and allowances paid to persons involved in the Activity are in accordance with any applicable award or agreement in force under any relevant law on industrial or workplace relations;
- iii. unless the Activity Period has expired or the Agreement has been terminated, the unspent portion of the Funds (if any) are available for use within the next reporting period;
- iv. the financial information is presented in accordance with grant terms and conditions Financial Reporting framework;
- v. asset, if any, has been acquired with the Funds in accordance with the grant terms and conditions;

The ability of the Corporation to pay its debts as and when they become due and payable is subject to the on-going financial support of the government, the on-going support of members, and the outcome of the Special Administration process.



.....
Peter Lanthois - Special Administrator

Date: 5/12/12

Independent auditor's report to the Department of Families, Housing, Community Services and Indigenous Affairs

We have audited the Job Income and Expenses Statements ("the Statements") for the Department of Families, Housing, Community Services and Indigenous Affairs ("the Department") grants to the Bawinanga Aboriginal Corporation (Under Special Administration) - ("the Corporation") for the year ended 30 June 2012 in respect of the following grants ("the Projects"):

- CREC (CDEP Administration)
- Work Readiness Stream
- Community Development Stream
- CDEP Wages
- Community Action Plan – Housing
- Community Action Plan – Mobile Training
- Community Action Plan – Organisational Capacity Building
- Community Action Plan – Vehicles
- Community Action Plan – Visual Display
- Community Action Plan – Training Equipment
- Community Action Plan – Vehicle on-costs
- Community Action Plan – Community Development Officers
- Community Action Plan – Training Coordinators
- Community Action Plan – Mentors
- CDEP Transition
- Indigenous Women
- Money Management Services

Special Administrator's Responsibility for the Financial Report

The Special Administrator is responsible for the preparation of the Statements and has determined that the accounting policies used and described in Note 1 to the Statements which form part of the Statements are appropriate to meet the requirements of the funding terms and conditions of each Project and the needs of the Department of Families, Housing, Community Services and Indigenous Affairs, and for such internal control as the Special Administrator determines is necessary to enable the preparation of the Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Statements based on conducting the audit in accordance with Australian Auditing Standards. Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Independence

In conducting the audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Basis for Disclaimer of Opinion

1. We are unable to obtain sufficient and appropriate audit evidence to support the allocation of expenses, in particular salaries and wages and administrative expenses to the various projects. As a result of these matters, we were unable to determine whether any adjustments might be necessary to the recording of expenditures to the Corporation's various Projects.
2. We were unable to obtain sufficient and appropriate evidence to support some expenses paid in cash. The supporting documents relating to these expenses are not all available for our inspection. As a result of these matters, we were unable to determine whether any adjustments might be necessary to the recording of cash payments in relation to the various projects.
3. The audit report relating to the statutory financial report of the Corporation for the year ended 30 June 2012 disclosed we were unable to obtain sufficient and appropriate evidence to support the validity of salaries and wages recorded in the Corporation's Statement of Comprehensive Income for the year ended 30 June 2012, as certain documents supporting these expenses were not made available for inspection. These documents included employment or appointment contracts, timesheets and overtime approvals. Our audit procedures also noted inconsistencies between the amounts recorded in the accounting records and the pay as you go summaries of employees.

The Corporation recorded \$6,302,721 of salaries and wages expenses in the various Projects.

4. The financial report of the Corporation as at 30 June 2012 indicates a shortfall of funds available to meet its on-going commitments with the Department and other government funding bodies. This event raises significant doubts over the Corporation's compliance with the Department's and other funding bodies Funding Terms and Conditions in relation to the uses of funds and also as to whether the Corporation is a going concern.

The Corporation financial report records \$4,058,573 as being unexpended relating to the various Projects of the Department as at 30 June 2012.

5. The Statements do not include budget and other information. We were not provided with any budget information for the year ended 30 June 2012.
6. Our opinion is issued subject to the qualifications and limitations detailed in the Certification by the Special Administrator which accompanies this special purpose report. The Special Administrator was appointed on 31 October 2012. The Special Administrator was unable to confirm information in relation to transactions which occurred prior to their appointment.
7. We were unable to obtain sufficient and appropriate audit evidence that the Corporation maintained proper books and records. The financial records kept by the Corporation were not sufficient for the financial reports to be prepared and audited.

Disclaimer of Auditor's Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraphs, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the Statements.

Basis of Accounting

We also draw attention to Note 1 to the Statements, which describe the basis of accounting. The Statements are prepared to assist Bawinanga Aboriginal Corporation (Under Special Administration) to meet the reporting requirements of the Projects. As a result, the Statements may not be suitable for another purpose.

Merit Partners

Merit Partners

Aminul Islam

Aminul Islam
Director

DARWIN

Date: *5 December 2012*

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
CREC (CDEP ADMINISTRATION)
For the Year Ended 30 June 2012

	Total \$
Income	
Service Fees	1,045,000
	<u>1,045,000</u>
Expenses	
Accounting Fees	46,471
Advertising & Promotion	1,652
Audit Fees	66,445
Bank Charges	75
Client Support Services	500
Conferences/Seminars	791
Consumables	1,634
Cleaning/Rubbish Removal	883
Computer/ IT & Internet	7,843
Computer & Printer Lease	4,773
Equipment Hire/Lease	117
Fees,Permits,Licences,M'ship	2,581
Freight	7,787
Hire of Vehicles/Equipment	3,141
Legal Fees & Expenses	2,120
Lease Payments	3,907
Fuel & Oil	19,342
Repairs & Maintenance	49,037
Registration	681
Postage	752
Printing & Stationery	23,393
Protective Clothing	10,756
Purchases/Materials	46,156
Rent - Office	29,726
Tools & Equip	1,567
Repair & Maintenance Equipment	12,923
Safety and First Aid	95
Salary & Wages (Non CDEP)	484,205
Workers Compensation Insurance	7,324
Superannuation SGC	55,276
Allowances-Tool/Clothing/Trav	1,821
Staff Relocation Expenses	6,267
Staff Training	8,018
Staff Amenities	275
Staff Housing	8,355
Tea/Lunch/Meals	6,759
Telephone & Fax Charges	62,886
Training & Development	168
Travel & Accommodation	23,488
Utilities	30,280
	<u>1,040,274</u>
Other Expenses	
Plant & Equipment	6,165
	<u>6,165</u>
Net Deficit	<u><u>(1,438)</u></u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
WORK READINESS STREAM
For the Year Ended 30 June 2012**

	Total \$
<hr/>	
Income	
Unexpended Grant at Beginning of Year	1,026,901
WRS Funds	957,022
	<u>1,983,923</u>
Expense	
Freight	1,580
Fuel & Oil	5,000
Vehicle Lease Costs	57,000
Purchases / Materials	20,990
Rent - Housing	13,500
Tools & Equip	1,739
Tea/Lunch/Meals	14,652
Training Room Hire	22,800
Training & Development	84,959
Tavel & Accomodation	209
	<u>222,430</u>
Other Expenses	
Marine Vessels	35,446
	<u>35,446</u>
Unexpended Grant at End of Year	<u><u>1,726,046</u></u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
COMMUNITY DEVELOPMENT STREAM

For the Year Ended 30 June 2012

	Total \$
<hr/>	
Income	
Unexpended Grant at Beginning of Year	965,542
CDS Funds	638,014
	<hr/> 1,603,556
Expenses	
Assets Purchases <\$5,000	8,150
Consumables	1,315
Cleaning/Rubbish Removal	3,779
Computer/IT & Internet	390
Computer & Printer Lease	682
Consultancy/Subcontractors	1,731
Fees,Permits,Licences,M'ship	432
Freight	48,636
Insurance - General	488
Fuel & Oil	25,738
Repairs & Maintenance	22,015
Registration	3,809
Vehicle Lease Costs	69,400
Postage	157
Printing & Stationery	2,860
Protective Clothing	1,633
Purchases / Materials	72,948
Tools & Equipment.	57,528
Repair & Maintenance Equipment	8,108
Repairs & Main Buildings	31,017
Safety and First Aid	13,596
Salary & Wages (Non CDEP)	235,770
Workers Compensation Insurance	2,822
Superannuation SGC	16,795
Allowances - Tool/Clothing/Travel	1,247
Staff Relocation Expenses	172
Staff Uniforms	300
Staff Housing	2,182
Staafe Amenities	187
Tea/Lunch/Meals	8,827
Telephone & Fax Charges	2,172
Travel & Accommodation	15,347
Utilities	16,929
	<hr/> 677,159

Unexpended Grant at End of Year

926,396

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
CDEP WAGES
For the Year Ended 30 June 2012**

	TOTAL
	\$
<hr/>	
Income	
Unexpended grant at beginning of year	1,371,423
CDEP Wages	4,744,028
	<hr/> 6,115,451 <hr/>
 Expense	
Salary & Wages - CDEP	4,519,567
CDEP Top Up	329,932
CDEP Wages - Repaid	743,966
Salary & Wages CWES	21,032
Workers Compensation Insurance	58,513
Superannuation SGC	23,543
	<hr/> 5,696,554 <hr/>
 Unexpended Grant at End of Year	 <hr/> 418,897 <hr/>

Bawinanga Aboriginal Corporation (Under Special Administration)

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
COMMUNITY ACTION PLAN
For the Year Ended 30 June 2012

	Actual										TOTAL
	CAP Housing \$	CAP Mobile Training \$	CAP Org Cap Building \$	CAP Vehicles \$	CAP Visual Display \$	CAP Training Equipment \$	CAP Vehicle On-Costs \$	CAP Community Development Officers \$	CAP Training Coordinator \$	CAP Mentors \$	TOTAL \$
Income											
Unexpended grant at beginning of year	-	300,000	60,060	12,026	10,299	177,908	3,891	200,000	113,630	51,876	929,691
CAP - Training Equipment	-	-	-	-	-	560,000	-	-	-	-	560,000
CAP - Vehicle On-Costs	-	-	-	-	-	-	20,000	-	-	-	20,000
CAP - Community Development Officers (2)	-	-	-	-	-	-	-	200,000	-	-	200,000
CAP - Training Coordinator	-	-	-	-	-	-	-	-	100,000	-	100,000
CAP - Mentors (3)	-	-	-	-	-	-	-	-	-	120,000	120,000
Total Income	-	300,000	60,060	12,026	10,299	737,908	23,891	400,000	213,630	171,876	1,929,691
Expense											
Advertising & Promotion	-	-	-	-	-	-	-	-	2,012	-	2,012
Client Support	-	-	-	-	-	-	-	-	136	-	136
Charters	-	-	-	-	-	-	-	-	600	-	600
Consultancy / Subcontractors (Organisational Planning)	-	-	960	-	-	-	-	-	21,899	-	22,859
Equipment hire	120	-	-	-	-	-	-	-	552	-	672
Fees Permits/Licences	-	-	-	-	-	-	-	-	76	-	76
Freight	192	-	-	-	-	1,173	-	-	1,173	-	2,538
Fuel and oil	-	-	-	-	-	-	3,500	-	-	-	3,500
Purchases / Materials	47,870	-	-	-	-	111,712	-	-	527	-	160,109
Printing and stationary	-	-	-	-	-	-	-	-	1,021	-	1,021
Repairs and maintenance	-	-	-	-	-	-	400	-	129	-	26,947
Salaries and wages	-	-	-	28,418	-	-	-	-	61,884	82,072	219,085
Superannuation	-	-	-	-	-	-	-	9,015	6,660	9,553	25,229
Staff relocation	-	-	-	-	-	-	-	-	330	-	330
Staff training	-	-	-	-	-	-	-	-	2,496	-	2,496
Tea/Lunch/Meals	-	-	-	-	-	-	-	-	2,260	-	2,260
Training and development	-	-	-	-	-	1,171	-	-	27,086	-	28,257
Tools and equipment	2,436	162	-	-	-	236	-	-	-	-	2,936
Travel and accommodation	-	-	5,315	-	-	-	-	-	4,804	-	10,118
Workers compensation	-	-	-	-	-	-	-	1,127	652	1,507	3,286
Total Expense	48,182	-	6,275	28,418	-	114,293	3,900	85,271	134,297	93,132	513,767
Other expenses											
IT System	-	-	65,565	-	-	-	-	-	-	-	65,565
Buildings	290,707	-	-	-	-	-	-	-	-	-	290,707
Motor Vehicles	-	242,894	-	-	-	15,314	-	-	-	-	258,207
Plant and Equipment	2,436	162	-	-	-	181,110	-	-	-	-	183,708
Total Other Expense	293,143	243,055	65,565	-	-	186,424	-	-	-	-	788,187
UNEXPENDED GRANT, END OF YEAR	(341,324)	\$56,945	(11,779)	(16,392)	\$10,299	\$427,191	\$19,991	\$314,729	\$79,333	\$78,745	\$617,737

Bawinanga Aboriginal Corporation
(Under Special Administration)

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
CDEP Transition
For the Year Ended 30 June 2012

	Total
	\$
<hr/>	
Income	
Grant Income	80,000
	<hr/>
	80,000
Expenses	
Charters	910
Fuel & oil	10,048
Vehicle Lease Costs	39,000
Purchases/Materials	1,120
Salary & Wages (Non CDEP)	21,915
Workers Compensation Insurance	228
Superannuation SGC	2,626
Tea/Lunch/Meals	2,470
Travel & Accommodation	1,760
	<hr/>
	80,078
	<hr/>
Net Deficit	(78)
	<hr/>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
Indigenous Women
For the Year Ended 30 June 2012**

	Total \$
<hr/>	
Income	
Indigenous Women Program	95,887
	<hr/>
	<u>95,887</u>
Expenses	
<i>Salaries and Wages</i>	
Women's Project Officer	83,546
Superannuation, Workers Compensation	11,229
<i>Vehicle and Equipment Costs</i>	
Fuel & Oil	5,709
	<hr/>
	<u>100,484</u>
	<hr/>
	<u>(4,597)</u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
Money Management Services
For the Year Ended 30 June 2012**

	Total
	\$
<hr/>	
Income	
Unexpended Grant at Beginning of Year	151,550
Grants (Cwlth) - Op - Rcmt	514,000
	<u>665,550</u>
Expense	
Salaries & Wages	142,944
Oncosts	110,328
Leases	
Office	52,000
Accommodation	52,000
Vehicle	34,160
Operational	
Communications	6,369
Utilities	8,138
Consumable	63,881
Office	49,961
IT	32,516
Cleaning	2,530
Travel	18,270
Insurance	2,144
Administration	90,400
	<u>665,641</u>
Unexpended Grants at End of Year	<u><u>(91)</u></u>

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**NOTES TO AND FORMING PART OF THE SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

Note 1 Accounting Policies

a) Basis of Accounting

The special purpose financial report has been prepared in order to satisfy the reporting requirement of grant terms and conditions.

The special purpose financial report has been prepared in accordance with AASB 1031, *Materiality*.

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The report has been prepared on the accrual basis of accounting.

b) Accounting Period

The Income and Expenditure Statement's reporting period is inclusive from 1 July 2011 to 30 June 2012.

Note 2 Subsequent Events

On 24 October 2012, the directors of the Corporation wrote the Office of Registrar of Indigenous Corporations ("the Registrar") requesting an appointment of a special administrator to help them resolve its financial difficulties. On 31 October 2012, the Registrar has placed the Corporation under special administration. The special administrators have been appointed for 6 months and will work closely with the members of the Corporation and the community to review the operations and governance of the Corporation.

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

CONTENTS

SPECIAL ADMINISTRATOR CERTIFICATION

INDEPENDENT AUDITOR'S REPORT

INCOME AND EXPENDITURE STATEMENTS

NOTES TO THE ACCOUNTS

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**


**SPECIAL ADMINISTRATOR CERTIFICATION FOR
GRANT ACQUITTALS STATEMENT**

I was appointed as Special Administrator of Bawinanga Aboriginal Corporation ("the Corporation") on 31 October 2012. As I was not responsible for management or the operations of the Corporation for the period prior to 31 October 2012, I am unable to accept responsibility for the accuracy or content of the grant acquittal statements and a summary of significant accounting policies. The grant acquittal statements have been compiled from information recorded in the financial records of the Corporation, prior and subsequent to my appointment.

Subject to the foregoing exclusions, the grant acquittal statements and a summary of significant accounting policies, I hereby certify that:

- i. all Funding received was spent for the purpose of the Activity and in accordance with this Agreement and that we have complied with this Agreement;
- ii. salaries and allowances paid to persons involved in the Activity are in accordance with any applicable award or agreement in force under any relevant law on industrial or workplace relations;
- iii. unless the Activity Period has expired or the Agreement has been terminated, the unspent portion of the Funds (if any) are available for use within the next reporting period;
- iv. the financial information is presented in accordance with grant terms and conditions Financial Reporting framework;
- v. asset, if any, has been acquired with the Funds in accordance with the grant terms and conditions;

The ability of the Corporation to pay its debts as and when they become due and payable is subject to the on-going financial support of the government, the on-going support of members, and the outcome of the Special Administration process.



.....
Peter Lanthois - Special Administrator

Date: 5/12/12

Independent auditor's report to the Department of Sustainability, Environment, Water, Population and Communities

We have audited the Job Income and Expenses Statements ("the Statements") for the Department of Sustainability, Environment, Water, Population and Communities ("the Department") grants to the Bawinanga Aboriginal Corporation (Under Special Administration) - ("the Corporation") for the year ended 30 June 2012 in respect of the following grants ("the Projects"):

- Working on Country
- Indigenous Protection Authority
- Kardbam and Kurulk
- Kulmarru Clab Rock
- Kuninjku
- IHP – Rock Art Project

Special Administrator's Responsibility for the Financial Report

The Special Administrator is responsible for the preparation of the Statements and has determined that the accounting policies used and described in Note 1 to the Statements which form part of the Statements are appropriate to meet the requirements of the funding terms and conditions of each Project and the needs of the Department of Families, Housing, Community Services and Indigenous Affairs, and for such internal control as the Special Administrator determines is necessary to enable the preparation of the Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Statements based on conducting the audit in accordance with Australian Auditing Standards. Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Independence

In conducting the audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Basis for Disclaimer of Opinion

1. We are unable to obtain sufficient and appropriate audit evidence to support the allocation of expenses, in particular salaries and wages and administrative expenses to the various projects. As a result of these matters, we were unable to determine whether any adjustments might be necessary to the recording of expenditures to the Corporation's various Projects.

2. We were unable to obtain sufficient and appropriate evidence to support some expenses paid in cash. The supporting documents relating to these expenses are not all available for our inspection. As a result of these matters, we were unable to determine whether any adjustments might be necessary to the recording of cash payments in relation to the various projects.
3. The audit report relating to the statutory financial report of the Corporation for the year ended 30 June 2012 disclosed we were unable to obtain sufficient and appropriate evidence to support the validity of salaries and wages recorded in the Corporation's Statement of Comprehensive Income for the year ended 30 June 2012, as certain documents supporting these expenses were not made available for inspection. These documents included employment or appointment contracts, timesheets and overtime approvals. Our audit procedures also noted inconsistencies between the amounts recorded in the accounting records and the pay as you go summaries of employees.

The Corporation recorded \$924,573 of salaries and wages expenses in the various Projects.

4. The statutory financial report of the Corporation as at 30 June 2012 indicates a shortfall of funds available to meet its on-going commitments with the Department and other government funding bodies. This event raises significant doubts over the Corporation's compliance with the Department's and other funding bodies Funding Terms and Conditions in relation to the uses of funds and also as to whether the Corporation is a going concern.

The Corporation financial report records \$255,366 as being unexpended relating to the various Projects of the Department as at 30 June 2012.

5. The Statements do not include budget and other information. We were not provided with any budget information for the year ended 30 June 2012.
6. Our opinion is issued subject to the qualifications and limitations detailed in the Certification by the Special Administrator which accompanies this special purpose report. The Special Administrator was appointed on 31 October 2012. The Special Administrator was unable to confirm information in relation to transactions which occurred prior to their appointment.
7. We were unable to obtain sufficient and appropriate audit evidence that the Corporation maintained proper books and records. The financial records kept by the Corporation were not sufficient for the financial reports to be prepared and audited.

Disclaimer of Auditor's Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraphs, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the Statements.

Basis of Accounting

We also draw attention to Note 1 to the Statements, which describe the basis of accounting. The Statements are prepared to assist Bawinanga Aboriginal Corporation (Under Special Administration) to meet the reporting requirements of the Projects. As a result, the Statements may not be suitable for another purpose.

Merit Partners

Merit Partners

Aminul Islam

Aminul Islam
Director

DARWIN

Date: *5 December 2012*

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
Working on Country - NT Acquittals
For the Year Ended 30 June 2012

	Total \$
<hr/>	
Income	
Unexpended Grant at Beginning of Year	209,740
Grant Income Received - 2011/12	1,187,749
	<hr/>
	1,397,489
	<hr/>
Expenses	
Wages and On Costs	924,573
Other Non - Wages	167,270
Administration & Audit	102,119
	<hr/>
	1,193,962
	<hr/>
Unexpended Grant at End of Year	203,527

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
Indigenous Protection Authority
For the Year Ended 30 June 2012**

	Total
	\$
<hr/>	
Income	
Unexpended Grant at Beginning of Year	53,509
Grant Income Received - 2011/12	347,300
	<u>400,809</u>
 Expense	
Consultation and Planning	1,923
Operational	360,193
Training	6,563
Administration & Audit	34,300
	<u>402,979</u>
 Unexpended Grants at End of Year	 <u><u>(2,170)</u></u>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

**Job Income & Expenses Statement
KUNINJKU (64176)
For the Year Ended 30 June 2012**

	Total \$
<hr/>	
Income	
Unexpended Grants at Beginning of Year	15,001
	<hr/> 15,001 <hr/>
Expenses	
Publications & Info Resources	14,500
	<hr/> 14,500 <hr/>
Unexpended Grant at End of Year	<hr/> 501 <hr/>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
Kardbam & Kurulk (57084) Acquittal
For the Year Ended 30 June 2012

	Total \$
<hr/>	
Income	
Unexpended Grants at beginning of year	1,164
Grant Income	-
	<hr/>
	1,164
 Expenditure	
Publications & Info Resources	1,056
	<hr/>
	1,056
 Unexpended Grants at End of Year	 <hr/> <hr/>
	107

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
KULMARRU CLAB ROCK (61015)
For the Year Ended 30 June 2012

	Total \$
<hr/>	
Income	
Unexpended Grants at Beginning of Year	613
Grant Income	-
	<hr/>
	613
	<hr/>
Expenditure	
	-
	<hr/>
	-
	<hr/>
Unexpended Grants at End of Year	613
	<hr/> <hr/>

**Bawinanga Aboriginal Corporation
(Under Special Administration)**

PMB 102
Winnellie NT 0822

Job Income & Expenses Statement
IHP - Rock Art Project
For the Year Ended 30 June 2012

	Total \$
<hr/>	
Income	
Grant Income Received	82,500
	<u>82,500</u>
Expenses	
Services	
Consultants	5,182
Helicopter Hire	26,700
	<u>31,882</u>
Unexpended Grant at End of Year	<u><u>50,618</u></u>

**BAWINANGA ABORIGINAL CORPORATION
(UNDER SPECIAL ADMINISTRATION)**

**NOTES TO AND FORMING PART OF THE SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2012**

Note 1 Accounting Policies

a) Basis of Accounting

The special purpose financial report has been prepared in order to satisfy the reporting requirement of grant terms and conditions.

The special purpose financial report has been prepared in accordance with AASB 1031, *Materiality*.

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The report has been prepared on the accrual basis of accounting.

b) Accounting Period

The Income and Expenditure Statement's reporting period is inclusive from 1 July 2011 to 30 June 2012.

Note 2 Subsequent Events

On 24 October 2012, the directors of the Corporation wrote the Office of Registrar of Indigenous Corporations ("the Registrar") requesting an appointment of a special administrator to help them resolve its financial difficulties. On 31 October 2012, the Registrar has placed the Corporation under special administration. The special administrators have been appointed for 6 months and will work closely with the members of the Corporation and the community to review the operations and governance of the Corporation.