

2013–14 members' report



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PUBLIC POLICY MATTERS

AANT continued its advocacy this year with several submissions to Government (NT and the Commonwealth), media releases and radio interviews. The Council regards this as one of our priority areas and utilises the expertise of RAA and the AAA to provide technical and back-up support in this area.

As part of the AAA, AANT participated in the Demand Better Roads election campaign to seek better outcomes for our members. We have also continued to raise our concerns with the NT Government about fuel pricing and speed limits.

The AANT had representation on the local Black Spot Consultative Panel, the NT Technical Advisory Committee, Drivesafe NT and the Road Safety Consultative Committee.

AUSTRALIAN AUTOMOBILE ASSOCIATION (AAA)

During the year, I represented AANT on the Board of the AAA, in conjunction with past presidents Bob Bradley, Sharon Winks and General Manager Edon Bell, who represented AANT at the 2014

Annual Conference. AANT hosted the 2013 Annual Conference in Darwin for the first time in over 20 years. The feedback and relationships built through this event have been well recognised through 2013 and 2014 and will no doubt continue ongoing.

GOVERNANCE

There were several changes in councillors this year with Kylie Taylor, Daryl Manzie and past presidents Sharon Winks and Bob Bradley resigning. They were replaced by Trevor Cox, Quentin Kilian, Mark Olivetta and Grant Fenton. By rotation, the three retiring councillors, Trevor Cox, Quentin Kilian and Suzanne Morgan, offered themselves for re-election. On behalf of the members, I extend thanks to all members of the council for your considerable contribution to the Association, in a purely voluntary capacity.

IN CLOSING

With the management team in place, the continued support of our affiliated interstate clubs and conservative investment strategies, we are in a robust position with member services and revenue increasing while expenses have been controlled considering the investments in growth ahead.

Roadside assistance remains a core product for members. Our staff have been outstanding throughout the year in facing the challenges associated with significant change and their continued commitment to meeting members' needs and expectations. On behalf of the board, I record our thanks to all AANT staff and the roadside contractor network for their dedication and commitment.

As a new president elected by council, I would like to thank past presidents Bob and Sharon, the councillors and staff for the support, input and friendship they have extended to me during the early stages. As a team we aim to grow and enhance the service, member benefits and member outcomes going forward.



David Loy
AANT PRESIDENT



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AANT FINANCIALS

The following is an extract from the Annual Financial Report of the Automobile Association of the Northern Territory Incorporated for the year ended 30 June 2014. Please note that the full financial report is available online at www.aant.com.au

COUNCIL'S REPORT

Your Council Members submit the financial statements of the Automobile Association of the Northern Territory Incorporated for the financial year ended 30 June 2014.

COUNCIL MEMBERS

The names of council members during the financial year are as follows:

- Mr David Loy (Vice President – Acting President effective 8 July 2014)
- Mr Douglas Phillips
- Mr Graeme Buckley
- Ms Suzanne Morgan
- Mr Daryl Manzie
- Ms Sharon Winks (Resigned 4 June 2014)
- Mr Robert Bradley (Resigned 5 July 2014)
- Ms Kylie Taylor (Resigned 10 July 2014)
- Mr Grant Fenton (Appointed 10 December 2013)
- Mr Quentin Kilian (Appointed 24 July 2014)
- Mr Trevor Cox (Appointed 24 July 2014)

PRINCIPAL ACTIVITY

The principal activity of the Association during the financial year was the provision of roadside assistance services and other motoring and touring-related services to members of the Association. There is no change in the principal activity since last financial year.

OPERATING RESULT

The surplus for the year was \$292,502 (2013: \$625,386).

COMMITTEE'S STATEMENT

In our opinion:

- (a) the accompanying Statement of Comprehensive Income presents fairly the performance of the Association for the year ended 30 June 2014;
- (b) the accompanying Statement of Financial Position presents fairly the financial position of the Association as at 30 June 2014;
- (c) the accounts of the Association have been properly prepared and are in accordance with the books of account of the Association; and
- (d) there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

Signed in accordance with a resolution of the Council Members.



Quentin Kilian
Public Officer

Date: 2 October 2014
Darwin



David Loy
Vice President (acting President)

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE AUTOMOBILE ASSOCIATION OF THE NORTHERN TERRITORY INCORPORATED

We have audited the accompanying financial report of Automobile Association of the Northern Territory Incorporated, which comprises the statement of financial position as at 30 June 2014, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and council members' declaration.

COUNCIL MEMBERS' RESPONSIBILITY FOR THE FINANCIAL REPORT

Council members are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the *Northern Territory of Australia Associations Act*, and for such internal control as the council members determine is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the

financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by council members, as well as evaluating the overall presentation of the financial report.

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

INDEPENDENCE

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

AUDITOR'S OPINION

In our opinion, the financial report presents fairly, in all material respects, the financial position of Automobile Association of the Northern Territory Incorporated as at 30 June 2014, and its financial performance and cash flows for the year then ended in accordance with Australian Accounting Standards and the Northern Territory of Australia Associations Act.



C J Sciacca

Audit Partner

Date: 2 October 2014

Income statement for the year ended 30 June 2014

| | 2014 | 2013 |
|----------------------------------|----------------|----------------|
| | \$ | \$ |
| Revenue | 4,210,026 | 4,189,831 |
| Member services expenses | (2,130,652) | (2,070,505) |
| Administration fees | (464,400) | (450,960) |
| Employee benefits | (567,947) | (592,086) |
| Other expenses | (754,863) | (447,503) |
| Profit before income tax | 292,165 | 628,777 |
| Income tax expense | 337 | (3,391) |
| Total income for the year | 292,502 | 625,386 |

Financial position statement as at 30 June 2014

| | 2014 | 2013 |
|--------------------------------------|------------------|------------------|
| | \$ | \$ |
| Assets | | |
| Current assets | | |
| Cash and cash equivalents | 1,558,589 | 667,510 |
| Trade and other receivables | 160,543 | 141,653 |
| Investments | 3,727,139 | 4,177,789 |
| Inventories | 33,994 | 27,868 |
| Total current assets | 5,480,265 | 5,014,820 |
| Non-current assets | | |
| Plant and equipment | 302,793 | 318,545 |
| Deferred tax asset | 11,911 | 9,631 |
| Total non-current assets | 314,704 | 328,176 |
| Total assets | 5,794,969 | 5,342,996 |
| Liabilities | | |
| Current liabilities | | |
| Subscriptions and income in advance | 1,383,239 | 1,322,235 |
| Trade and other payables | 566,719 | 492,249 |
| Provisions | 74,208 | 63,418 |
| Total current liabilities | 2,024,166 | 1,877,902 |
| Non-current liabilities | | |
| Provisions | 27,566 | 16,302 |
| Deferred tax liability | 14,965 | 13,022 |
| Total non-current liabilities | 42,531 | 29,324 |
| Total liabilities | 2,066,697 | 1,907,226 |
| Net assets | 3,728,272 | 3,435,770 |
| Equity | | |
| Retained earnings | 3,728,272 | 3,435,770 |
| Total equity | 3,728,272 | 3,435,770 |

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Changes in equity statement for the year ended 30 June 2014

| | Retained Earnings | Total |
|--------------------------------|-------------------|-----------|
| | \$ | \$ |
| Balance at 30 June 2012 | 2,810,384 | 2,810,384 |
| Profit attributable to members | 625,386 | 625,386 |
| Balance at 30 June 2013 | 3,435,770 | 3,435,770 |
| Profit attributable to members | 292,502 | 292,502 |
| Balance at 30 June 2014 | 3,728,272 | 3,728,272 |

Cash flow statement for the year ended 30 June 2014

| | 2014 | 2013 |
|---|-------------|-------------|
| | \$ | \$ |
| Cash flows from operating activities | | |
| Receipts from members and customers | 3,868,997 | 3,827,611 |
| Payments to suppliers and employees | (3,732,457) | (3,630,903) |
| Interest received | 181,688 | 271,164 |
| Commissions received | 140,452 | 144,518 |
| Net cash flows from operating activities | 458,680 | 612,390 |
| Cash flows from investing activities | | |
| Term deposit investment | 450,650 | (1,227,991) |
| Purchase of fixed assets | (18,251) | (326,079) |
| Net cash flows used in investing activities | 432,399 | (1,554,070) |
| Net increase/(decrease) in cash and cash equivalents | 891,079 | (941,680) |
| Cash and cash equivalents at beginning of financial year | 667,510 | 1,609,190 |
| Cash and cash equivalents at end of financial year | 1,558,589 | 667,510 |