Foster and Kinship Carers Association NT Incorporated

ABN 44523770355

Financial Statements

For the Year Ended 30 June 2026

FOSTER AND KINSHIP CARERS ASSOCIATION NT INCORPORATED

ABN: 44 523 770 355

Special Purpose Financial Report For The Year Ended 30 June 2026

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FOSTER AND KINSHIP CARERS ASSOCIATION NT INCORPORATED
ABN: 44 523 770 355
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2026
COMMITTEE MEMBERS REPORT

Your Committee Members submit the financial report of the Foster and Kinship Carers Association NT Incorporated for the year ended 30 June 2026.

Committee Members

The names of Committee Members throughout the year ended 30 June 2026 and at the date of this report are:

Name	Position	Appointed Resigned
Amanda Thompson	CEO/Public Officer	
Steve Downie	Chair – Registered Foster Carer	Reappointed 14 November 2025
Denise Jenkins	Vice Chair – Registered Foster Carer	Reappointed 14 November 2025
Jackie Williams	Registered Foster Carer	
AnneLouise Cooper	Registered Foster Carer	
Dawn McQuilkin	Registered Foster Carer	Reappointed 14 November 2025
Kay Thomson	Registered Kinship Carer	Appointed 14 November 2025
Stephen Atherton	Registered Foster Carer	Appointed 14 November 2025
Sandy Potter	Registered Foster Carer	Appointed 14 November 2025
Karen Major	Treasurer – Invited Member	Appointed 14 November 2025
Stephanie Ransome	Treasurer – Invited Member	Resigned 9 October 2025
Meg Baker	Registered Foster Carer	Resigned 2 September 2025

Committee Members have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal Activities

The principal activities of the Association during the financial year are:

a) To advocate independently and strategically for foster and kinship carers throughout the Northern Territory;

b) To play a significant role in the child protection system by assisting with the development of legislation, policies and

c) To provide training and development opportunities for foster and kinship carers, and

d) To recruit new foster and kinship carers.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The Association's operating surplus for the year ended 30 June 2026 amounted to $166,269 (2025: Surplus of $242,162).

Events After the Reporting Period

There are no matters or circumstances which have arisen since the end of the financial year which have significantly affected or may significantly affect the operations of the Association, the results of those operations, or the state of affairs of the Association in future financial years.

Signed in accordance with a resolution of the Members of the Committee.

Dated 29 October 2026

Dated 29 October 2026

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AUDITOR'S INDEPENDENCE DECLARATION UNDER SUBDIVISION 60-40 OFTHE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012

TO THE COMMITTEE MEMBERS OF FOSTER AND KINSHIP CARERS ASSOCIATION NT INCORPORATED.

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2026 there have been no contraventions of:

(i) the auditor independence requirements as set out in the Subdivision 60-40 of the *Australian Charities Not-for-profits Commission Act 2012*, in relation to the audit, and

(ii) any applicable code of professional conduct in relation to the audit.

Nexia Edwards Marshall NT
Chartered Accountants

Noel Clifford
Partner

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Darwin, Northern Territory
Dated: 2 November 2026

Advisory. Tax. Audit.

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FOSTER AND KINSHIP CARERS ASSOCIATION NT INCORPORATED
ABN: 44 523 770 355
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2026
COMMITTEE MEMBERS REPORT

	Note	2026 $	2025 $
Revenue and Other Income			
Grant Income		1,707,848	1,456,816
Interest Income		60,956	34,560
Other Income		29,320	8,320
Total Income		**1,798,124**	**1,499,696**
Operating Expenses			
Accounting Fees		4,178	2,000
Assets <$5000		28,156	13,992
Audit Fees		4,667	10,689
Bank Fees		807	613
Board Expenses		3,156	2,171
Carers Expenses		74,824	36,041
Consultants		4,290	17,525
Contractor Expenses		6,253	-
Depreciation Expenses - Plant and Equipment		2,729	3,408
Depreciation Expenses - Right of Use Assets		64,034	62,807
Equipment Hire/Lease		1,836	2,318
Electricity & water		6,809	5,010
Employee Benefit Expenses	2	1,213,502	939,817
Lease Interest Expenses		4,103	6,114
Insurance		29,385	24,119
Information Systems & Technology Expenses		38,042	50,248
Legal expenses		-	7,336
Marketing Expenses		46,987	12,157
Motor Vehicle Expenses		7,946	5,753
Meeting Expenses		567	228
Other Expenses		4,606	12,228
Office Expenses & Consumables		5,347	11,297
Travel & Accommodation		48,335	7,056
Probity Checks		2,942	1,354
Repairs and Maintenance		7,130	6,702
Telephone & Internet		9,454	9,251
Training and Development		11,770	7,300
Total Operating Expenses		1,631,855	1,257,534
Surplus for the year		**166,269**	**242,162**
Other comprehensive income		-	-
Total Other Comprehensive Income		-	-
Total Comprehensive Income for the year		**166,269**	**242,162**
NET CURRENT SURPLUS ATTRIBUTABLE TO MEMBERS OF THE ASSOCIATION		**166,269**	**242,162**
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO MEMBERS OF THE ASSOCIATION		**166,269**	**242,162**

The accompanying notes form part of these financial statements.

FOSTER AND KINSHIP CARERS ASSOCIATION NT INCORPORATED
ABN: 44 523 770 355
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2026
COMMITTEE MEMBERS REPORT

	Note	2026 $	2025 $
Assets			
Current Assets			
Cash and Bank	3	1,536,573	2,016,801
Trade and Other Receivables	4	20,919	-
Other Current Assets	5	24,964	22,050
Total Current Assets		**1,582,456**	**2,038,851**
Non-Current Assets			
Property, plant and equipment	6	11,485	14,214
Right of Use Assets	7	105,500	56,632
Total Non Current Assets		**116,985**	**70,846**
Total Assets		**1,699,441**	**2,109,697**
Liabilities			
Current Liabilities			
Trade and Other Payables	8	76,877	141,120
Other Current Liabilities	9	208,750	835,000
Provision for Employee Leave Entitlements	10	79,175	42,046
Lease Liabilities	11	51,464	66,678
Total Current Liabilities		**416,266**	**1,084,844**
Non-Current Liabilities			
Provision for Employee Leave Entitlements	10	43,376	6,324
Lease Liabilities	11	55,001	-
Total Non-Current Liabilities		**98,377**	**6,324**
Total Liabilities		**514,643**	**1,091,168**
Net Assets		**1,184,798**	**1,018,529**
Equity			
Retained Surplus		1,184,798	1,018,529
Members' Funds		**1,184,798**	**1,018,529**

The accompanying notes form part of these financial statements.

	Retained Surplus	Total Equity
	$	$
Balance at 1 July 2024	776,367	776,367
Comprehensive income:		
Surplus for the year	242,162	242,162
Other Comprehensive income for the year	-	-
Total comprehensive income attributable to Members of the entity for the year	242,162	242,162
Balance at 30 June 2025	**1,018,529**	**1,018,529**
Balance at 1 July 2025	1,018,529	1,018,529
Comprehensive income:		
Surplus for the year	166,269	166,269
Other Comprehensive income for the year	-	-
Total comprehensive income attributable to Members of the entity for the year	166,269	166,269
Balance at 30 June 2026	**1,184,798**	**1,184,798**

The accompanying notes form part of these financial statements.

	Note	2026 $	2025 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Grants Received		1,081,598	1,456,816
Receipts from Customers		28,374	8,320
Interest received		53,141	34,560
Payments to suppliers and employees		(1,566,123)	(670,117)
Net cash provided by (used in) operating activities	12	(403,010)	829,579
CASH FLOWS FROM INVESTING ACTIVITIES		-	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Payments for lease liabilities		(77,218)	(74,010)
Net cash used in financing activities		(77,218)	(74,010)
Net increase (decrease) in cash held		(480,228)	755,569
Cash on hand at beginning of financial year		2,016,801	1,261,232
Cash on hand at end of financial year	3	**1,536,573**	**2,016,801**

The accompanying notes form part of these financial statements.

FOSTER AND KINSHIP CARERS ASSOCIATION NT INCORPORATED
ABN: 44 523 770 355
NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2026

The financial statements cover Foster and Kinship Carers Association NT Incorporated as an individual entity incorporated and domiciled in Australia. Foster and Kinship Carers Association NT Incorporated is an Association registered under the Northern Territory of Australia Association Act 2003 and the Australian Charities and Not for Profits Commission Act 2012.

The financial statements were authorised for issue on 29 October 2026 by the Committee Members.

Note 1 Summary of Material Accounting Policies

Financial Reporting Framework

The Committee Members have prepared the financial statements on the basis that the Association is a non reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared to meet the requirements of the *Northern Territory of Australia Association Act 2003* and the *Australian Charities and Not for Profits Commission (ACNC) Act 2012.* The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Australian Charities and Not for Profits Commission Act 2012 and the significant accounting policies disclosed below, which the Committee Members have determined are appropriate to meet the needs of Members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

Statement of Compliance

The financial report has been prepared in accordance with the Northern Territory of Australia Association Act 2003 and the Australian Charities and Not for Profits Commission (ACNC) Act 2012, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: Presentation of Financial Statements, AASB107: Cash Flow Statements, AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors, AASB 1031: Materiality and AASB 1054: Australian Additional Disclosures; as appropriate for Not-for-Profit oriented entities.

The Association has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the Association does not have any subsidiaries, associates or joint ventures. Hence the financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

Basis of Preparation

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements are in Australian Dollars and have been rounded to the nearest dollar.

Current and Non Current Classification

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

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

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

Material Accounting Policies

(a) Revenue and Other Income

The Association is first required to determine whether amounts received are accounted for as Revenue per AASB 15: Revenue from Contracts with Customers or Income per AASB 1058: Income of Not-for-Profit Entities.

Funding arrangements which are enforceable and contain sufficiently specific performance obligations are recognised as revenue under AASB15. Otherwise, such arrangements are accounted for under AASB 1058, where upon initial recognition of an asset, the Association is required to consider whether any other financial statement elements should be recognised (for example financial liabilities representing repayable amounts), with any difference being recognised immediately in profit or loss as income.

Note 1 Material Accounting Policy Information (Cont.)

(a) Revenue and Other Income (cont.)

Operating Grants, Donations and Bequests

When the Association receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When the Association receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the Association:

- identifies each performance obligation relating to the grant.
- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

When the contract is not enforceable or does not have sufficiently specific performance obligations, the Association:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards;
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions), and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

Other Income

Contributed Assets

The Association receives assets from the government and other parties for nil or nominal consideration in order to further its objectives. These assets are recognised in accordance with the recognition requirements of other applicable accounting standards.

On initial recognition of an asset, the Association recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions).

The Association recognises income immediately in profit or loss as the difference between initial carrying amount of the asset and the related amounts.

Interest Income

interest income is recognised using the effective interest method.

Income from Sale of Goods and Services

The Association provides advocacy, training, support services and other programs for foster and kinship carers throughout the Northern Territory. Any fees or other income received are recognised in the period in which the related services are provided.

All revenue is stated net of the amount of goods and services tax.

Note 1 Material Accounting Policy Information (Cont.)

(b) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated, less, where applicable, accumulated depreciation and any impairment losses.

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses.

The carrying amount of buildings and leasehold improvements and plant and equipment is calculated annually by Committee Members to ensure they are not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal.

In the event the carrying amount of buildings and leasehold improvements and plant and equipment is greater than their estimated recoverable amount, the carrying amount is written down immediately to their estimated recoverable amount and impairment losses are recognised in profit or loss. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(e) for details of impairment).

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Association commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Furniture and Equipment	20 - 40%
Motor vehicles	22.50%
Right of Use Asset - Leased Buildings	20.00%
Right of Use Asset - Leased Motor Vehicles	33.00%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the assets carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(c) Leases

The Association as Lessee

At inception of a contract, the Association assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Association where the Association is a lessee. However all contracts that are classified as short term leases (lease with remaining lease term of 12 months) and leases of low value assets are recognised as a straight-line base on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of the lease payments and is to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Association uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows :

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options, if the lessee is reasonably certain to exercise the options, and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

Note 1 Material Accounting Policy Information (Cont.)

(c) Leases(Cont.)

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset whichever is the shortest. Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Association anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

Concessionary Leases

For leases that have significantly below market terms and conditions principally to enable the Association to further its objectives (commonly known as peppercom / concessionary leases), the Association has adopted the temporary relief under AASB 2019-8 and measures the right of use assets at cost on initial recognition.

(d) Financial Assets

Initial Recognition and Measurement

Financial assets and financial facilities are recognised when the Association becomes a party to the contractual provisions to the instrument. For financial assets, this is the date that the Association commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted).

Financial assets are subsequently measured at: amortised cost, or fair value through profit or loss. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Impairment of Financial Assets

The Association recognises a loss allowance for expected credit losses on :
- the financial assets that are measured at amortised cost or fair value through other comprehensive income; and
- contract assets (eg amount due from customers under contracts)

Loss allowance is not recognised for :
- Financial assets measured at fair value through profit or loss; or
- equity instruments measured at fair value through other comprehensive income.

The Association uses the following approach to impairment, as applicable under AASB 9: Financial Instruments:
- the simplified approach.

Simplified Approach

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times.

The approach is applicable to :
- trade receivables; and
- lease receivables.

Recognition of Expected Credit Losses in Financial Statements
At each reporting date, the Association recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit or loss and other comprehensive income.

(e) Impairment of Non Financial Assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be the most primarily dependent on the recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in profit or loss.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. Where the future economic benefits of the assets are not primarily dependent upon the asset's ability to generate net cash inflows and when the Association would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the Depreciated replacement cost of an asset.

Note 1 Material Accounting Policy Information (Cont.)

(f) Employee Benefits

Short-term employee benefits

Provision is made for the Association's obligation for short-term employee benefits, Short-term employee benefits are benefits (other than terminal benefits) that are received to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries, annual leave and superannuation. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Association's obligations for short-term employee benefits such as wages, salaries and superannuation are recognised as a part of current trade and other payables in the statement of financial position.

Other long-term employee benefits

The Association classifies employees' long service leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the Association's obligation for other long-term employee benefits.

The Association's obligations for long-term employee benefits are presented as noncurrent liabilities in its statement of financial position, except where the Association does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current liabilities.
The Association based on past experience regarding levels of service reached by employees, records long-term service leave entitlements once an employee reaches 5 years of service with the Association.

Retirement benefit obligations

Defined contribution superannuation benefits
Contributions are made by the Association to employees superannuation funds and are charged as expenses when incurred.

(g) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

(h) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).
Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position and payments to suppliers.

(i) Income Tax

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

(i) Provisions

Provisions are recognised when the Association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of reporting period.

(k) Comparative Figures

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

Note 1 **Material Accounting Policy Information (Cont.)**

(l) Trade and Other Receivables

Trade and other receivables include amounts due from clients for fees and services provided, from donors and any outstanding grant receipts. Receivables expected to be repaid within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as noncurrent assets.

Trade receivables are initially recognised at fair value and subsequently measured as amortised cost using the effective interest method, less any provision for impairment. Refer to Note 1(e) for further discussion on the determination of impairment losses.

(m) Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the Association during the reporting period that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(n) Contract Liabilities

Contract liabilities represent the Association's obligation to transfer goods or services to a customer or complete required performance obligations and are recognised when a customer pays its obligation, or when the Association recognises a receivable to reflect its unconditioned right to consideration (whichever is earlier), before the Association has transferred the goods or services to the customer and or completed required performance obligations.

(o) Critical Accounting Estimates and Judgements

The Committee Members evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current performance. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Association.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates is revised, to the extent in which the period of an in the period of the revision and future periods if the revision affects both current and future periods.

Key estimates

(i) Impairment- General

The Association assesses impairment at the end of each reporting period by evaluating conditions and events specific to the Association that may be indicative of impairment triggers.

Impairment of property improvements and plant and equipment

The Association assesses impairment of property and improvements and plant and equipment at each reporting date by evaluating conditions specific to the Association and to the particular asset that may lead to impairment . Of an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair values less costs to sell or value-in-use calculations, which incorporate a number of key estimates and assumptions. There was no provision for impairment of property improvements and plant and equipment at 30 June 2026 (2025:$NIL).

(ii) Useful lives of property, plant and equipment

The Association revises the estimated useful lives of property and improvements and plant and equipment at the end of each reporting period, based on the expected utility of the assets.

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

Key Judgments

(i) Performance Obligations Under AASB 15

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgment to determine whether the promise is sufficiently by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature / type, cost /value, quantity and the period of transfer related to the goods or services promised.

Note 1 **Material Accounting Policy Information (Cont.)**

(o) Critical Accounting Estimates and Judgments (Cont.)

(II) Employee benefits

For the purpose of measurement, AASB 119: Employee Benefits defines obligations for short-term employee benefits as obligations expected to be setted wholly before 12 months after the end of the annual reporting period in which the employees receive the related service. As the Association expects that most employees will not use all of their annual leave entitlements in the same year in which they are earned or during the 12-month period that follows (despite an informal internal policy that requires annual leave to be used within 18 months), the Members believe that obligations for annual leave entitlements satisfy the definition of other long-term employee benefits and, therefore, are required to be measured at the present value of the expected future payments to be made to employees.

(p) Fair Value of Assets and Liabilities

The Association measures some of its assets at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable Accounting Standard.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair value of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from the principal market for the asset or liability (e. the market with the greatest volume and level of activity for the asset or liability). In the absence of such a market, market information is extracted from the most advantageous market available to the Association at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset or minimises the payments made to transfer the liability, after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participants ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

The fair value of liabilities and the Association's own equity instruments (if any) may be valued, where there is no observable market price in relation to the transfer of the financial instrument, by reference to observable market information where such values of assets and liabilities that are not traded in not available, other valuation techniques are adopted and where significant, are detailed in the respective note to the financial statements.

(a) Economic Dependence and Going Concern

The financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

The Association is dependent on NT Government grants and contract arrangements for the majority of its revenue to operate its business. The future operations of the Association are dependent upon the achievement of operating surpluses and positive operating cash flows. At the date of this report, the Committee Members have no reason to believe that the Association will not be able to generate operating surpluses and positive cash flows.

Note 1 **Material Accounting Policy Information (Cont.)**

(r) New and Amended Accounting Standards and Policies Adopted By The Association

The accounting policies adopted are consistent with those of the previous financial year except for the following amendments to accounting standards and other changes in accounting policy, which have been adopted for the first time this financial year:

AASB 2026-1 Amendments to Australian Accounting Standards – Disclosures about Uncertainties in the Financial Statements

The adoption of the amendment did not have a material impact on the financial statements.

New and Amended Accounting Standards Not Yet Adopted By The Association

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Association for the annual reporting period ended 30 June 2026. The Association's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the Association, are set out below.

AASB 18 Presentation and Disclosure in Financial Statements

This standard is applicable to annual reporting periods beginning on or after 1 January 2027 and early adoption is permitted. The standard replaces IAS 1 "Presentation of Financial Statements" with many of the original disclosure requirements retained and there will be no impact on the recognition and measurement of items in the financial statements. But the standard will affect presentation and disclosure in the financial statements, including introducing five categories in the statement of profit or loss and other comprehensive income: operating, investing, financing, income taxes and discontinued operations. The standard introduces two mandatory sub-totals in the statement: "Operating profit and "Profit before financing and income taxes". There are also new disclosure requirements for "management-defined performance measures", such as earnings before interest, taxes, depreciation and amortisation ("EBITDA) or "adjusted profit". The standard provides enhanced guidance on grouping of information (aggregation and disaggregation), including whether to present this information in the primary financial statements or in the notes. The Association will adopt this standard from 1 July 2027 and it is expected that there will be a significant change to the layout of the statement of profit or loss and other comprehensive income.

Note 2 Employee Benefit Expenses

	2026 $	2025 $
Salaries and Wages	1,013,546	832,547
Superannuation	120,336	95,404
Employee Annual and Long Service Leave Costs	74,181	9,273
Employee On Costs	5,439	2,593
	1,213,502	**939,817**

Note 3 Cash and Bank

	2026 $	2025 $
Current		
Cash at Bank	523,576	1,504,392
Term Deposit	1,012,997	512,409
Total Cash and Bank	**1,536,573**	**2,016,801**

Note 4 Trade and Other Receivables

	2026 $	2025 $
Current		
Accrued Income	7,815	-
GST receivable - (Net)	12,158	-
Other receivables	946	-
Total Trade and Other Receivables	**20,919**	**-**

Note 5 Other Current Assets

	2026 $	2025 $
Current		
Bonds	10,455	10,455
Prepayments	14,509	11,595
Total Other Current Assets	**24,964**	**22,050**

Note 6 Property, Plant and Equipment

	2026 $	2025 $
Non Current		
Office Equipment :		
Office Equipment - at cost	55,890	55,890
Less: Accumulated Depreciation	(48,159)	(46,682)
Total Office Equipment	7,731	9,208
Motor Vehicles		
Motor Vehicles at cost	19,928	19,928
Less: Accumulated Depreciation	(16,174)	(14,922)
Total Motor Vehicles	3,754	5,006
Total Property, Plant and Equipment	**11,485**	**14,214**

Note 7 Right of Use Assets

(a) AASB 16 Related Amounts Recognised in the Balance Sheet

	2026 $	2025 $
Non Current		
Right of Use Assets		
Leased Buildings	24,089	190,547
Less: Accumulated Depreciation	-	(152,438)
	24,089	38,109
Leased Motor Vehicles	88,831	74,112
Less: Accumulated Depreciation	(7,420)	(55,589)
	81,411	18,523
Total Right of Use Assets	**105,500**	**56,632**

The Association entered into three new motor vehicle leases during 2026. As at 30 June 2026, the motor vehicle leases have an average remaining lease term of approximately three years and do not include extension or termination options. The Association reviews its lease arrangements periodically to ensure they remain suitable for operational needs.

The lease for the property located at 20 Catterthun Street, Winnellie, NT 0820, which expired on 30 June 2026, has been extended for a further six months at a monthly rent of $4,057.

Movements in Carrying Amounts

	Leased Buildings	Leased Motor Vehicles	Total
Carrying amount at 1 July 2025	38,109	18,523	56,632
Additions to right-of-use assets	24,089	88,813	112,902
Disposals of right-of-use assets	-	-	-
Depreciation expense	(38,109)	(25,925)	(64,034)
Carrying amount at 30 June 2026	**24,089**	**81,411**	**105,500**

(b) AASB 16 Related Amounts Recognised in the Statement of Profit and Loss

	2026 $	2025 $
Depreciation charge related to right of use assets	64,034	62,807
Interest expense on lease liabilities	4,103	6,114
Total	**68,137**	**68,921**

Note 8 Trade and Other Payables

	2026 $	2025 $
Current		
Trade Creditors	15,803	7,308
Employee Liabilities	45	13
Accrued Expenses	46,310	40,491
GST Payable	-	74,475
PAYG Payable	14,719	11,636
Other Payable	-	7,197
Total Trade and Other Payables	**76,877**	**141,120**

Note 9 Other Current Liabilities

Current		
Grants received in Advance	-	835,000
Unexpended Grants	208,750	-
Total Other Current Liabilities	**208,750**	**835,000**

Note 10 Provision for Employee Leave Entitlements

	2026 $	2025 $
Current		
Provision for Annual Leave and Time In Lieu	79,175	42,046
Non Current		
Provision for Long Service Leave	43,376	6,324
Total Provision for Employee Leave Entitlements	**122,551**	**48,370**

Note 11 Lease Liabilities

	2026 $	2025 $
Current		
Lease Liabilities- Buildings	24,089	46,221
Lease Liabilities- Motor Vehicles	27,375	20,457
	51,464	66,678
Non Current		
Lease Liabilities- Motor Vehicles	55,001	-
Total Lease Liabilities	**106,465**	**66,678**

Note 12 Cash Flow Information

	2026 $	2025 $
Reconciliation of Cash Flow from Operating Activities		
Current year Surplus attributable to Members of the Association:	166,269	242,162
Non-cash flows in current year surplus:		
— Depreciation expense	66,763	66,215
— Interest expense on lease liabilities	4,103	6,114
— Other Non Cash expenses	-	17,620
Changes in assets and liabilities:		
— (Increase)/Decrease in Trade and Other Receivables	(20,919)	6,777
— (Increase)/Decrease in Other Current Assets	(2,914)	-
— Increase/(Decrease) in Trade and Other Payables	(64,243)	64,964
— Increase/(Decrease) in Other Current Liabilities	(626,250)	435,000
— Increase/(Decrease) in employee leave entitlements	74,181	(9,273)
Total Operating Cash Flows Provided by (used in) Operations	(403,010)	829,579

Note 13 Key Management Remuneration

Any persons having authority and responsibility for planning, directing and controlling the activities of the Association, directly or indirectly, including any Committee Member (whether executive or otherwise) of the Association, is considered to be Key Management Personnel (KMP).

	2026 $	2025 $
The totals of remuneration paid to KMP of the Association during the year are as follows:		
Key Management Personnel Compensation :		
— Short term employee benefits	419,699	312,869
— Other Long term employment benefits	50,364	35,980
Total Key Management Remuneration	470,063	348,849

Note 14 Capital and Leasing Commitments:

	2026 $	2025 $
(a) Lease Liability Commitments :		
— not later than 1 year	58,470	-
— later than 1 year but not later than five years	59,724	-
— later than five years	-	-
Total Future Lease Payments at the End of the Reporting Period :	118,194	-

(b) Operating Lease Commitments

The Association does not have any operating lease commitments as at 30 June 2026 (2025 : $Nil).

(c) Capital Expenditure Commitments

The Association has no capital and other expenditure commitments as at 30 June 2026 (2025 : $Nil).

Note 15 Events after the Reporting Period

There are no matters or circumstances which have arisen since the year ended 30 June 2026 which have significantly affected or may significantly affect the operations of the Association, the results of those operations, or the state of affairs of the Association in future financial years.

Note 16 Contingent Liabilities

At 30 June 2026, the Association had provided a bank guarantee of $11,550 in favour of Area9 Investments Pty Ltd in relation to the lease of its premises at 20 Catterthun Street, Winnellie. The guarantee is secured by cash held with the Association's bank and may be called upon in the event of default under the lease agreement. No claims had been made against the guarantee as at 30 June 2026 (2025: Nil).

At 30 June 2026, the Association had available credit card facilities totalling $9,100. These facilities were unsecured and unutilised at year end.

Note 17 Other Related Party Disclosure

Other related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel or individual or collectively with their close family members.

Transactions between related parties are on commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

No remuneration is paid to Committee members for services provided in their capacity as Committee members.

There were no related party transactions in the year ended 2026 (2025: $Nil).

Note 18 Association Details

The registered office and principal place of the Association is: Unit 2, 20 Catterthun Street, Winnellie, NT 0820.

FOSTER AND KINSHIP CARERS ASSOCIATION NT INCORPORATED
ABN: 44 523 770 355
DECLARATION BY MEMBERS OF THE COMMITTEE
FOR THE YEAR ENDED 30 JUNE 2026

The Committee Members of Foster and Kinship Carers Association NT Incorporated have determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The Committee Members of Foster and Kinship Carers Association NT Incorporated declare that the financial statements as set out on page 3 to 18 are in accordance with the requirements of the Northern Territory of Australia Association Act 2003 and with the Australian Charities and Not for Profits Commission Act 2012 and:

1 Comply with Australian Accounting Standards applicable to the Association as described in Note 1 to the financial statements;
2 Give a true and fair view of the financial position of the Foster and Kinship Carers Association NT Incorporated as at 30 June 2026, its performance and cash flows for the year ended on that date;
3 At the date of this statement, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

This declaration is made in accordance with a resolution of the Committee Members of Foster and Kinship Carers Association NT Incorporated and with subsection 60.15(2) of the Australian Charities and the Not-for-profits Commission Regulation 2022 and is signed for and on behalf of the Committee Members by:

Dated 29 October 2026

Dated 29 October 2026

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FOSTER AND KINSHIP CARERS ASSOCIATION NT INCORPORATED.

Opinion

We have audited the financial report, being a special purpose financial report, of Foster and Kinship Carers Association NT Incorporated (the "Association"), which comprises the statement of financial position as at 30 June 2026, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the statement by the Committee Members.

In our opinion, the accompanying financial report of Foster and Kinship Carers Association NT Incorporated, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Northern Territory of Australia Associations Act 2003* including:

(i) giving a true and fair view of the Association's financial position as at 30 June 2026 and of its financial performance and its cashflows for the year then ended;

(ii) complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022;* and

(iii) the accounts of the Association have been properly prepared and are in accordance with the books of the Association.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities* for the Audit of the Financial Report section of our report. We are independent of the Association in accordance with the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Other Matter

The financial report of Foster and Kinship Carers Association NT Incorporated for the year ended 30 June 2025 was audited by another auditor who expressed an unqualified opinion on the financial report on 11 November 2025.

Advisory. Tax. Audit.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FOSTER AND KINSHIP CARERS ASSOCIATION NT INCORPORATED (CONT.)

Emphasis of matter – basis of accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Committee Members' financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012* and the *Northern Territory of Australia Associations Act 2003.* As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Other Information

The Committee Members are responsible for the other information. The other information comprises the information in Foster and Kinship Carers Association NT Incorporated annual report for the year ended 30 June 2026 but does not include the financial report and the auditor's report thereon.

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

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

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

Responsibilities of the Committee Members for the financial report

The Committee Members of Foster and Kinship Carers Association NT Incorporated are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report, is appropriate to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Northern Territory of Australia Associations Act 2003.* The Committee Members' responsibility also includes such internal control as the Committee Members determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee Members are responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee Members either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

The Committee Members are responsible for overseeing the Association's financial reporting process.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FOSTER AND KINSHIP CARERS ASSOCIATION NT INCORPORATED (CONT.)

Auditor's responsibilities for the audit of the financial report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by those charged with governance.
- Conclude on the appropriateness of the Committee Members' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FOSTER AND KINSHIP CARERS ASSOCIATION NT INCORPORATED (CONT.)

Auditor's responsibilities for the audit of the financial report (Cont.)

We communicate with the Committee Members regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Nexia Edwards Marshall NT
Chartered Accountants

Noel Clifford
Partner
Direct Line: 08 8981 5585 ext. 506
Mobile: 0417 864 114
Email: nclifford@nexiaemnt.com.au

Darwin, Northern Territory

Dated: 2 November 2026

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