

Annual Financial Report

Townsville Foster and Rehoming Animals Inc

ABN 44 258 596 529

For the year ended 30 June 2020

Prepared by The Collective Team

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Income and Expenditure Statement

Townsville Foster and Rehoming Animals Inc For the year ended 30 June 2020

	2020	2019
Income		
Animal Adoption Fees	180,950	119,125
Animal Surrender Fees	-	850
Less Adoption Fee Refunds	(703)	(100)
Donations		
Less Cost of Events	(2,467)	-
Total Donations	(2,467)	-
Total Income	177,781	119,875
Gross Surplus	177,781	119,875
Other Income		
Donations Received	49,908	33,084
Fundraising Events	3,237	4,677
Grant Income	60,500	5,040
Total Other Income	113,645	42,801
Expenditure		
Advertising & Marketing	456	776
Animal Equipment <\$300	1,949	3,873
Animal Food & Supplies	80,943	48,012
Animal Release Fees & Penalties	1,935	2,335
Bank Fees	1,219	757
Cleaning	15	265
Consulting & Accounting	290	575
Depreciation	2,466	-
Donations Made	50	550
Electricity	2,354	3,137
Lease expenses	7,800	-
Motor Vehicles		
Fuel & Oil	3,700	4,633
Motor Vehicle Hire	10,800	9,844
Registration & Insurance	4,892	2,617
Vehicle Maintenance	641	169
Total Motor Vehicles	20,033	17,263
Office Equipment <\$300	299	609
Postage	234	51
Printing & Stationery	1,366	446
Rates & Water	1,383	2,289
Repairs & Maintenance	15,099	570
Storage	221	185
Telephone & Internet	7,690	6,072

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	2020	2019
Veterinary Services	109,232	69,193
Volunteer Expenses & Training	2,443	1,559
Total Expenditure	257,477	158,519
Current Year Surplus/ (Deficit) Before Income Tax Adjustments	33,949	4,157
Current Year Surplus/(Deficit) Before Income Tax	33,949	4,157
Net Current Year Surplus After Income Tax	33,949	4,157

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Assets and Liabilities Statement

Townsville Foster and Rehoming Animals Inc As at 30 June 2020

	NOTES	30 JUN 2020	30 JUN 2019
Assets			
Current Assets			
Cash and Cash Equivalents			
ANZ Business Advantage TFRA		7,774	4,744
Total Cash and Cash Equivalents		7,774	4,744
Total Current Assets		7,774	4,744
Non-Current Assets			
Other Non-Current Assets			
Motor Vehicles		27,810	-
Less Accumulated Depreciation on Motor Vehicles		(2,175)	-
Office Equipment		3,168	-
Less Accumulated Depreciation on Office Equipment		(291)	-
Total Other Non-Current Assets		28,511	-
Total Non-Current Assets		28,511	-
Total Assets		36,285	4,744
Liabilities			
Non-Current Liabilities			
Other Non-Current Liabilities			
Loan - Angela Atkinson		3,204	5,613
Total Other Non-Current Liabilities		3,204	5,613
Total Non-Current Liabilities		3,204	5,613
Total Liabilities		3,204	5,613
Net Assets		33,081	(868)
Member's Funds			
Capital Reserve		33,081	(868)
Total Member's Funds		33,081	(868)

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

Townsville Foster and Rehoming Animals Inc For the year ended 30 June 2020

1. Summary of Significant Accounting Policies

The committee of the organisation have prepared the financial statements on the basis that the organisation is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the needs of the members. The financial statements have been prepared in accordance with the significant accounting policies disclosed below, which the committee have determined are appropriate to meet the purposes of preparation. Such accounting policies are consistent with the previous period unless stated otherwise. The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of this report are as follows:

Income Tax

Townsville Foster and Rehoming Animals Inc is exempt from income tax under s50-15 of the Income Tax Assessment Act 1997

Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

Employee Provisions

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee provisions have been measured at the amounts expected to be paid when the liability is settled.

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 are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Cash on Hand

These notes should be read in conjunction with the attached compilation report.

Cash on hand includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

Leases

Leases of PPE, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for that period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

Accounts Payable and Other Payables

These notes should be read in conjunction with the attached compilation report.

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

2. Related Party Transactions

Interest in Contracts

During the year the association entered into a contract with Desmond & Angela Atkinson to provide rental of their land and car rental services to the association. During the year \$18,600 was paid to Desmond & Angela Atkinson for its services.

Movements in Equity

Townsville Foster and Rehoming Animals Inc For the year ended 30 June 2020

	2020	2019
Equity		
Opening Balance	(868)	(5,025)
Increases		
Profit for the Period	33,949	4,157
Total Increases	33,949	4,157
Total Equity	33,081	(868)

Auditor's Report

Townsville Foster and Rehoming Animals Inc For the year ended 30 June 2020

Independent Auditors Report to the members of the Association

We have audited the accompanying financial report, being a special purpose financial report, of Townsville Foster and Rehoming Animals Inc (the association), which comprises the committee's report, the assets and liabilities statement as at 30 June 2020, the income and expenditure statement for the year then ended, cash flow statement, notes comprising a summary of significant accounting policies and other explanatory information, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

Committee's Responsibility for the Financial Report

The committee of Townsville Foster and Rehoming Animals Inc is responsible for the preparation and fair presentation of the financial report, and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Regulation 2016 (the Act) and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee determines is necessary to enable the preparation and fair presentation of a 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 have 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 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 judgment, 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 association'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 association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, 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.

Opinion

In our opinion, the financial report presents fairly, in all material respects (or gives a true and fair view –refer to the applicable state/territory Act), the financial position of Townsville Foster and Rehoming Animals Inc as at 30 June 2020 and (of) its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the requirements of the Associations Incorporation Regulation 2016 (the Act).

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist Townsville Foster and Rehoming Animals Inc to meet the requirements of the Associations Incorporation Regulation 2016 (the Act). As a result, the financial report may not be suitable for another purpose.

Auditor's signature: *Adam Galea*

Auditor's address: 406/33 Lexington Dr BELLA VISTA NSW 2153

Dated: 24 / 10 / 2022