



Brown and Bird

RSL OF AUSTRALIA (QLD BRANCH) PIONEER-FITZROY-HIGHLANDS DISTRICT BRANCH INC. FINANCIAL STATEMENTS



PARTNERS

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31 DECEMBER 2022

RSL OF AUSTRALIA (QLD BRANCH) PIONEER - FITZROY - HIGHLANDS**ABN: 80 220 727 420****PROFIT & LOSS STATEMENT****FOR THE YEAR ENDED 31 DECEMBER 2022**

	2022	2021
	\$	\$
REVENUE		
Miscellaneous Income	-	54.40
State Branch Grant Funding	194,580.42	200,765.13
Other Grants	27,236.00	16,735.00
District Training for Future Reimbursements	8,143.29	-
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	229,959.71	217,554.53
OTHER INCOME		
Interest Received	860.79	2,221.25
Loss on Sale of Non-current Assets	(3,083.00)	-
Net profit (loss) on rental operations	103,179.47	92,673.55
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	100,957.26	94,894.80
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	330,916.97	312,449.33
EXPENSES		
Accountancy & Audit Fees	3,300.00	3,000.00
Advertising & Promotions	2,435.24	235.00
Allocation Share Of Statewide Merchandising Sales	13,912.67	25,131.58
Annual Dinner	4,704.30	4,836.82
Bank Charges	253.16	249.86
Cadet Fund	28,851.49	32,846.70
Charitable Objectives Fund Expenses	51,120.10	58,816.71
Commemoration Costs	1,298.56	1,588.96
Consultancy Fees - Strategic Plan	-	4,228.33
Depreciation - Motor Vehicles	748.00	1,947.00
Depreciation - Office Furniture & Equipment	65.00	84.00
Depreciation - Plant & Equipment	183.00	234.00
District Executive Allowances	166.14	1,759.84
District Executive and Sub Branch Governance Training	8,143.29	4,007.60
Donations	30,000.00	15,200.00
Emergency Welfare Payment	3,420.73	10,169.00
Good Governance Guide	-	397.64
Life Members Lunch	7,436.33	3,914.44
Miscellaneous Expenses	903.28	1,573.84
Motor Vehicle Expenses	4,515.05	3,407.15
Permits, Licences & Fees	58.60	57.60
Petty Cash Expenditure	66.00	131.32
Postage	557.00	598.27
Printing & Stationery	2,679.95	2,431.50
Staff Amenities	483.94	654.04
Subscriptions	816.25	661.84
Superannuation Guarantee Charge Expenses	-	23.47
Travel, Accommodation & Meals	49,512.75	45,233.84
Reportable Allowances	2,265.00	3,256.92
Welfare Programs	43,934.03	45,090.23

The accompanying notes form part of these financial statements.

RSL OF AUSTRALIA (QLD BRANCH) PIONEER - FITZROY - HIGHLANDS

ABN: 80 220 727 420

PROFIT & LOSS STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2022

	2022	2021
	\$	\$
	<u>261,829.86</u>	<u>271,767.50</u>
NET PROFIT	69,087.11	40,681.83
Retained earnings at the beginning of the financial year	502,940.97	462,259.14
RETAINED EARNINGS AT THE END OF THE FINANCIAL YEAR	<u><u>572,028.08</u></u>	<u><u>502,940.97</u></u>

The accompanying notes form part of these financial statements.

RSL OF AUSTRALIA (QLD BRANCH) PIONEER - FITZROY - HIGHLANDS**ABN: 80 220 727 420****BALANCE SHEET****FOR THE YEAR ENDED 31 DECEMBER 2022**

	2022	2021
	\$	\$
CURRENT ASSETS		
Petty Cash Imprest	100.00	100.00
CBA Cheque Account	114,404.86	94,465.47
CBA Term Deposit (50297727)	166,315.92	165,818.46
CBA Term Deposit (50298332)	240,552.73	120,189.40
Accrued Income	36,232.18	98,265.69
GST Paid	7,586.83	5,780.68
TOTAL CURRENT ASSETS	565,192.52	484,619.70
NON-CURRENT ASSETS		
Sydney Street, Mackay Land & Buildings - at Valuation	607,600.00	686,000.00
Plant & Equipment - at Cost	-	3,951.00
Less: Accumulated Depreciation	-	(3,006.00)
Motor Vehicle - at Cost	-	20,732.00
Less: Accumulated Depreciation	-	(14,892.00)
Office Equipment - at Cost	-	2,400.00
Less: Accumulated Depreciation	-	(2,106.00)
TOTAL NON-CURRENT ASSETS	607,600.00	693,079.00
TOTAL ASSETS	1,172,792.52	1,177,698.70
CURRENT LIABILITIES		
Trade Creditors	4,172.62	89.00
Sarina Branch Monies in Trust	10,627.82	10,248.73
Amounts Withheld	28.00	84.00
TOTAL CURRENT LIABILITIES	14,828.44	10,421.73
TOTAL LIABILITIES	14,828.44	10,421.73
NET ASSETS	1,157,964.08	1,167,276.97
MEMBERS' FUNDS		
Assets Revaluation Reserve	585,936.00	664,336.00
Retained earnings	572,028.08	502,940.97
TOTAL MEMBERS' FUNDS	1,157,964.08	1,167,276.97

The accompanying notes form part of these financial statements.

**RSL OF AUSTRALIA (QLD BRANCH) PIONEER - FITZROY – HIGHLANDS DISTRICT
BRANCH INC.**

ABN: 80 220 727 420

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

Note 1: Summary of Significant Accounting Policies

Financial Reporting Framework

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act (Qld). The committee has determined that the association is not a reporting entity.

Statement of Compliance

The financial report has been prepared in accordance with the Associations Incorporation Act (Qld), 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*, AASB 108: *Accounting Policies, Changes in Accounting Estimates and Errors*, AASB 1031: *Materiality* and AASB 1054: *Australian Additional Disclosures*.

The association has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable, as the initial assessment on its interests in other entities indicated that it 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 have been prepared on an accrual basis and are based on historical costs. They do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

a. 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.

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

Class of Fixed Assets	Depreciation Rate
Plant & Equipment	16.66% - 66.67%
Motor Vehicles	25.00%
Office equipment	20.00% - 25.00%

b. 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 of disposal 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.

**RSL OF AUSTRALIA (QLD BRANCH) PIONEER - FITZROY – HIGHLANDS DISTRICT
BRANCH INC.**

ABN: 80 220 727 420

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

c. Cash and Cash Equivalents

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

d. 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.

e. 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 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 assets and liabilities statement.

f. Revenue

Revenue recognition

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.

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 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.

Where 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 (eg AASB 9, AASB 16, AASB 116 and AASB 138);
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the association recognises income in profit or loss when or as it satisfies its obligations under the contract.

Interest income

Interest income is recognised using the effective interest method.

**RSL OF AUSTRALIA (QLD BRANCH) PIONEER - FITZROY – HIGHLANDS DISTRICT
BRANCH INC.**

ABN: 80 220 727 420

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

	2022	2021
	\$	\$
2 State Branch Grant Funding		
Cadet Fund	27,000.00	24,012.03
Share of Statewide Merchandising Sales	12,132.93	31,451.11
District Operating Contribution	57,127.92	64,698.90
Charitable Objectives Fund	98,319.57	80,603.09
	<u>194,580.42</u>	<u>200,765.13</u>
3 Other Grants		
ANZAC Day Trust	27,236.00	16,735.00
	<u>27,236.00</u>	<u>16,735.00</u>
4 Interest Received		
Term Deposit	860.79	2,221.25
	<u>860.79</u>	<u>2,221.25</u>
5 Motor Vehicle Expenses		
Fuel & Oil	974.54	1,149.92
Registration & Insurance	815.10	400.37
Repairs & Maintenance	2,725.41	1,856.86
	<u>4,515.05</u>	<u>3,407.15</u>
6 Travel, Accommodation & Meals		
President	1,400.82	1,505.21
Other Executive Members	6,265.34	3,789.09
State Congress	3,648.39	138.70
District AGM	4,126.91	6,273.72
District Executive Meetings	3,064.60	3,015.02
District Council Meetings	31,006.69	30,512.10
	<u>49,512.75</u>	<u>45,233.84</u>
7 Welfare Programs		
Dental & Allied Health Subsidy	37,867.75	30,541.59
Sub Branch Support	1,226.28	5,504.64
Live Life Alarms Expenses	4,840.00	9,044.00
	<u>43,934.03</u>	<u>45,090.23</u>
8 Amounts Withheld		
PAYG Withheld	28.00	84.00
	<u>84.00</u>	<u>84.00</u>

RSL OF AUST (QLD BRANCH) PIONEER-FITZROY-HIGHLANDS DISTRICT BRANCH INC.

ABN: 80 220 727 420

**ANNUAL STATEMENTS GIVE TRUE AND FAIR VIEW OF FINANCIAL POSITION AND
PERFORMANCE OF INCORPORATED ASSOCIATION**

In accordance with a resolution of the committee of RSL of Australia (QLD Branch) Pioneer-Fitzroy-Highlands District Branch Inc., the members declare that:

- The financial statements and notes present a true and fair view of the financial position of RSL of Australia (QLD Branch) Pioneer-Fitzroy-Highlands District Branch Inc., as at 31 December 2022 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Act Queensland; and
- At the date of this statement, there are reasonable grounds to believe that RSL of Australia (QLD Branch) Pioneer-Fitzroy-Highlands District Branch Inc., will be able to pay its debts as and when they fall due.

This statement is signed for and on behalf of the committee by:

President: *PHUZZI*

Treasurer: *J. B. M. M. M.*

Dated this 4 day of MARCH 2023.

INDEPENDENT AUDITOR'S REPORT
**TO THE MEMBERS OF RSL OF AUSTRALIA (QLD BRANCH) PIONEER-FITZROY-
HIGHLANDS DISTRICT BRANCH INC.**
INDEPENDENT AUDITOR'S REPORT

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of RSL of Australia (QLD Branch) Pioneer-Fitzroy-Highlands District Branch Inc., which comprises the balance sheet as at 31 December 2022, the profit & loss statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the certification by members of the committee.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the Association as at 31 December 2022 and 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 Act (Qld).

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 and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* (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.

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 to assist the Association to meet the requirements of the Associations Incorporation Act (Qld). As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

As an audit procedure, we found it impracticable to extend our testing of cash receipts beyond ensuring that all monies recorded in the books of accounts have been properly accounted for.

Responsibilities of the Committee for the Financial Report

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Act (Qld) and for 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.

In preparing the financial report, the committee is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the committee either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT
**TO THE MEMBERS OF RSL OF AUSTRALIA (QLD BRANCH) PIONEER-FITZROY-
HIGHLANDS DISTRICT BRANCH INC.**
INDEPENDENT AUDITOR'S REPORT

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 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 the committee.
- Conclude on the appropriateness of the committee's 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with the committee 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.

Name of Firm:  Brown and Bird Accountants
Certified Practising Accountants

Name of Partner: Andrew Duck B BUS FCPA

Address: First Floor, 73 Victoria Street, MACKAY QLD 4740

Dated this *9th* day of *March* 2023