

Queensland Shelter Incorporated

ABN 21 495 503 790

Financial Statements
For the year ended 30 June 2022

Queensland Shelter Incorporated
ABN 21 495 503 790

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Queensland Shelter Incorporated
ABN 21 495 503 790
Income and Expenditure Statement
For the year ended 30 June 2022

	Note	2022 \$	2021 \$
Income			
Department of Communities, Housing, and Digital Economy Funding			
DCHDE Grant – Recurrent	1(k)	2,597,893	1,315,679
DCHDE Grant – Non-Recurrent	1(k)	-	270,822
Other Grants	1(k)	48,500	24,692
Interest		1,192	4,220
Other Income		95,781	124,193
Total income		2,743,366	1,739,606
Expenses			
Audit fees		25,000	8,000
Asset Purchases		-	26,362
Bank fees and charges		1,460	830
Cleaning/rubbish removal		10,280	12,489
Computer expenses		71,223	64,923
Conference/seminar costs		1,655	-
Consultants fees		341,432	297,822
Depreciation		5,018	-
Governance		920	304
Insurance		9,829	8,418
Meetings and workshops		75,248	51,343
Membership fees paid		42,384	40,345
Motor vehicle expenses		6,995	7,863
Office supplies		15,222	17,694
Postage		562	735
Repairs & maintenance		2,648	1,754
Security		2,298	4,290
Sponsorship		20,674	7,377
Staff amenities		7,528	4,292
Staff training		13,333	10,344
Superannuation		165,984	146,257
Telephone		14,106	14,754
Travel, accom & conference		47,480	32,212
Utilities		4,614	4,760
Wages		1,757,259	1,601,755
Recruitment expense		23,867	6,475
Total expenses		2,667,018	2,371,400
Profit/(loss) before income tax		76,348	(631,794)
Income tax expense		-	-
Net profit/(loss) after tax attributable to the members of the association		76,348	(631,794)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year attributable to the members of the association		76,348	(631,794)
Statement of changes in equity			
Opening balance - Member funds		817,248	1,449,042
Net profit/(loss) after tax attributable to the member of the association		76,348	(631,794)
Other comprehensive income for the year, net of tax		-	-
Closing balance - Member funds		893,596	817,248
Total equity		893,596	817,248

The accompanying notes form part of these financial statements.

Queensland Shelter Incorporated
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Detailed Balance Sheet as at 30 June 2022

	Note	2022 \$	2021 \$
Current Assets			
Cash Assets			
Cash and cash equivalents		1,067,307	1,056,073
		<u>1,067,307</u>	<u>1,056,073</u>
Receivables			
Sundry debtors		30,274	8,142
Prepayments		42,648	-
		<u>72,921</u>	<u>8,142</u>
Total Current Assets		<u>1,140,229</u>	<u>1,064,216</u>
Non-Current Assets			
Property, Plant and Equipment			
Organisation - Plant & equipment		-	-
Less: Accumulated depreciation		-	-
DHPW - Plant & equipment		10,730	-
Less: Accumulated depreciation		(4,367)	-
Organisation - Motor vehicles		47,320	15,216
Less: Accumulated depreciation		(15,867)	(15,216)
		<u>37,816</u>	<u>-</u>
Total Non-Current Assets		<u>37,816</u>	<u>-</u>
Total Assets		<u>1,178,045</u>	<u>1,064,216</u>
Current Liabilities			
Unsecured Payables:			
Trade creditors		24,044	22,196
		<u>24,044</u>	<u>22,196</u>
Current Tax Liabilities			
GST clearing		(22,263)	(20,371)
		<u>(22,263)</u>	<u>(20,371)</u>
Other			
Advance payments		-	4,712
Employees leave entitlements		93,559	81,132
Employee related payables		49,236	44,215
Accrued Expenses		104,568	69,526
Unexpended Funds		26,593	37,702
		<u>273,956</u>	<u>237,286</u>
Total Current Liabilities		<u>275,738</u>	<u>239,112</u>
Non-Current Liabilities			
Provisions			
Employees leave entitlements		8,711	7,855
		<u>8,711</u>	<u>7,855</u>
Total Non-Current Liabilities		<u>8,711</u>	<u>7,855</u>
Total Liabilities		<u>284,448</u>	<u>246,966</u>
Net Assets		<u>893,597</u>	<u>817,249</u>
Equity - Members' Funds			
Accumulated surplus (deficit)		893,596	817,249
Total Members' Funds		<u>893,596</u>	<u>817,249</u>

The accompanying notes form part of these financial statements.

Queensland Shelter Incorporated
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Statement of Cash Flows
For the year ended 30 June 2022

	Note	2022 \$	2021 \$
Cash flows from operating activities			
Profit/(loss) before income tax		76,348	(631,794)
Adjustment for:			
Depreciation		5,018	-
Change in operating assets and liabilities			
(Increase)/decrease in trade and other receivables		(64,779)	9,270
Increase/(decrease) in trade and other payables		37,482	(111,739)
Net cash from operating activities		<u>54,069</u>	<u>(734,263)</u>
Cash flows from investing activities			
Payments for property, plant and equipment		(42,836)	-
Net cash used in investing activities		<u>(42,836)</u>	<u>-</u>
Net cash from investing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		<u>11,233</u>	<u>(734,263)</u>
Cash and cash equivalents at the beginning of the year		<u>1,056,073</u>	<u>1,791,336</u>
Cash and cash equivalents at the end of the year		<u>1,067,307</u>	<u>1,057,073</u>

The accompanying notes form part of these financial statements.

Queensland Shelter Incorporated
ABN 21 495 503 790
Notes to the Financial Statements
For the year ended 30 June 2022

Note 1: Summary of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Australian Charities and Not-for-Profits Commission Act 2012 and Associations Incorporations Act of Queensland (1981). The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

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

(a) Property, Plant and Equipment (PPE)

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

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.

(b) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

(c) Employee Benefits

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave when it is probable that settlement will be required and they are capable of being measured reliably.

Provisions made in respect of employee benefits expected to be settled within 12 months, are measured at their nominal values using the remuneration rate expected to apply at the time of settlement.

Provisions is made in respect of employee benefits which are not expected to be settled within 12 months are measured at the present value of the estimated future cash outflows to be made by the Company in respect of services provided by employees up to the end of the reporting period.

(d) 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 Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the assets and liabilities statement are shown inclusive of GST.

(e) 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 twelve months or less.

(f) Trade and Other Payables

Trade 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, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(g) Income Tax

No income tax was payable or is payable as the Association is exempt from paying income tax under Section 50-5 of the Income Tax Assessment Act 1997.

(h) Financial Instruments

Financial Assets

Impairment of financial assets

Trade receivables and contract assets

Impairment of trade receivables and contract assets have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Entity has determined the probability of non-payment of the receivable and contract asset and multiplied this by the amount of the expected loss arising from default.

The amount of impairment is recorded in a separate allowance account. Once the receivable is determined uncollectable then the gross carrying amount is written off against the associated allowance.

- financial assets measured at amortised cost

Queensland Shelter Incorporated
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Notes to the Financial Statements
For the year ended 30 June 2022

Note 1: Summary of Significant Accounting Policies (continued)

(i) Revenue and Other Income

AASB 15 Revenue from Contracts with Customers & AASB 1058 Income of Not-for-Profit Entities

The AASB 15 standard specifies a five-step framework for revenue recognition. AASB 15 applies to all revenue arising from contracts with customers, unless those contracts are in the scope of other standards. Under AASB 15, revenue is recognised when a performance obligation has been satisfied at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The standard requires entities to exercise judgment, taking into consideration all the relevant facts and circumstances when applying each step of the model to contracts with their customers. The standard introduced a new contract-based revenue recognition model with a measurement approach that is based on an allocation of the transaction price. This is described further in the accounting policies below. Contracts with customers are presented in the statement of financial position as a contract liability, a contract asset, or a receivable, depending on the relationship between the entity's performance and the customer's payment. Customer acquisition costs and costs to fulfil a contract can, subject to certain criteria, be capitalised as an asset and amortised over the contract period.

The timing of income recognition under AASB 1058 is dependent upon whether the transaction gives rise to a liability or other performance obligation at the time of receipt. Income under the standard is recognised where: an asset is received in a transaction, such as by way of grant, bequest or donation; there has either been no consideration transferred, or the consideration paid is significantly less than the asset's fair value; and where the intention is to principally enable the entity to further its objectives. For transfers of financial assets to the entity which enable it to acquire or construct a recognisable non-financial asset, the entity must recognise a liability amounting to the excess of the fair value of the transfer received over any related amounts recognised.

The company has applied AASB 15 and AASB 1058 in respect of revenue from the following major contract types being:

(i) Grants

(ii) Rendering of services

Where the grant has specific performance obligation, the company recognises revenue over the period of time based on cost incurred on activities performed to achieve specific objectives specified in the agreement which is in accordance with AASB 15. Where the fair value of volunteer services received can be measured, a private sector not-for-profit entity can elect to recognise the value of those services as an asset where asset recognition criteria are met or otherwise recognise the value as an expense.

Queensland Shelter has not elected to recognise any volunteer services received in the period.

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

(j) Related party transactions

The company's related parties includes its Directors and other key management personnel as described below. Unless otherwise stated, none of the transactions incorporate special terms and conditions and no guarantees were given or received. Outstanding balances are settled in cash.

The company's key management personnel are the Chief Operating Officer, the CEO and two Senior Managers.

Remuneration paid to key management personnel consisted of salaries, superannuation, phone allowance and non-cash benefits.

	2022
	\$
Key management personnel remuneration	438,601

Queensland Shelter Incorporated
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Statement by Members of the Committee
For the year ended 30 June 2022

The Committee has 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 outlined in Note 1 to the financial statements.

In the opinion of the Committee the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of Queensland Shelter Incorporated as at 30 June 2022 and its performance for the year ended on that date.
2. 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 statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

Darren Mew 18th October 2022

President



Teresa Reed 18 October 2022

Treasurer



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INDEPENDENT AUDITOR'S REPORT

To the members of Queensland Shelter Incorporated

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Queensland Shelter Incorporated, which comprises the detailed balance sheet as at 30 June 2022, the income and expenditure statement for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and statement by members of the committee.

In our opinion the accompanying financial report of Queensland Shelter Incorporated, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) Giving a true and fair view of Queensland Shelter Incorporated's financial position as at 30 June 2022 and of its financial performance for the year then ended; and
- (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 Regulation 2013*.

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 Queensland Shelter Incorporated in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and 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 for the purpose of fulfilling Queensland Shelter Incorporated's financial reporting responsibilities under the ACNC Act and the needs of the *Associations Incorporations Act of Queensland 1981*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the members of the committee for the Financial Report

The members of the committee of Queensland Shelter 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 ACNC Act and the *Associations Incorporations Act of Queensland 1981*.

The responsibility of the members of the committee also includes such internal control as the member of the committee determine is necessary to enable the preparation of a 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 members of the committee are responsible for assessing Queensland Shelter Incorporated'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 members of the committee either intend to liquidate Queensland Shelter Incorporated or to cease operations, or have no realistic alternative but to do so.

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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit Pty Ltd

A handwritten signature in black ink, appearing to read 'M Cutri', is written over a faint, stylized BDO logo.

M Cutri

Director

Brisbane, 18 October 2022