

**RURAL FIRE BRIGADES ASSOCIATION
QUEENSLAND INC**
ABN: 37 417 474 709
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2016

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

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RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

COMMITTEE'S REPORT

Your committee members submit the financial report of Rural Fire Brigades Association Queensland Inc for the financial year ended 30 June 2016.

Committee Members

The names of the committee members in office at anytime during or since the end of the year are:

Justin Choveaux
Alan Gillespie
John Thomson
John Bundy
Nellie Baron
Graeme McWilliam

Principal Activities

The principal activities of the association during the financial year were:

to receive gifts from the public for the purpose of supporting Rural Fire Brigades in Queensland and to raise funds by the conduct of Art Unions.

Significant Changes

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

Operating Result

The profit after providing for income tax amounted to \$247,778.

Signed in accordance with a resolution of the members of the committee:

Justin Choveaux

Alan Gillespie

Dated: 31/08/2016

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
Revenue		<u>3,341,215</u>	<u>3,172,764</u>
Gross profit		3,341,215	3,172,764
Distribution expenses		(91,437)	(106,432)
Marketing expenses		(90,154)	(93,066)
Occupancy expenses		(62,396)	(73,657)
Administration expenses		(2,903)	(3,085)
Finance costs		(198)	(1,107)
Other expenses		<u>(2,846,349)</u>	<u>(3,125,206)</u>
Profit (loss) before income tax	2	247,778	(229,789)
Income tax expense		<u>-</u>	<u>-</u>
Profit (loss) for the year		<u><u>247,778</u></u>	<u><u>(229,789)</u></u>
Profit (loss) attributable to members of the entity		<u><u>247,778</u></u>	<u><u>(229,789)</u></u>

The accompanying notes form part of these financial statements.

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

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
Profit (loss) for the year		247,778	(229,789)
Other comprehensive income:		_____	_____
Total other comprehensive income for the year		_____ -	_____ -
Total comprehensive income (expense) for the year		<u>247,778</u>	<u>(229,789)</u>
Total comprehensive income (expense) attributable to members of the entity		<u>247,778</u>	<u>(229,789)</u>

The accompanying notes form part of these financial statements.

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RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2016

	Note	2016 \$	2015 \$
ASSETS			
CURRENT ASSETS			
Cash on hand	3	861,389	649,854
Accounts receivable and other debtors	4	24,246	36,720
Other current assets	5	16,884	27,524
TOTAL CURRENT ASSETS		<u>902,519</u>	<u>714,098</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	91,579	121,068
Intangible assets	7	35,720	12,130
TOTAL NON-CURRENT ASSETS		<u>127,299</u>	<u>133,198</u>
TOTAL ASSETS		<u><u>1,029,818</u></u>	<u><u>847,296</u></u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables	8	68,221	197,671
Borrowings	9	2,696	-
Provisions	10	97,096	97,386
Other	11	74,849	13,061
TOTAL CURRENT LIABILITIES		<u>242,862</u>	<u>308,118</u>
TOTAL LIABILITIES		<u><u>242,862</u></u>	<u><u>308,118</u></u>
NET ASSETS		<u><u>786,956</u></u>	<u><u>539,178</u></u>
MEMBERS' FUNDS			
Retained earnings		<u>786,956</u>	<u>539,178</u>
TOTAL MEMBERS' FUNDS		<u><u>786,956</u></u>	<u><u>539,178</u></u>

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RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2016

	Retained Earnings \$	Total \$
Balance at 1 July 2014	768,967	768,967
Comprehensive income		
Profit (loss) for the year	<u>(229,789)</u>	<u>(229,789)</u>
Total comprehensive income for the year attributable to members of the association	<u>(229,789)</u>	<u>(229,789)</u>
Balance at 30 June 2015	<u>539,178</u>	<u>539,178</u>
Balance at 1 July 2015	539,178	539,178
Comprehensive income		
Profit for the year	<u>247,778</u>	<u>247,778</u>
Total comprehensive income for the year attributable to members of the association	<u>247,778</u>	<u>247,778</u>
Balance at 30 June 2016	<u>786,956</u>	<u>786,956</u>

The accompanying notes form part of these financial statements.

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

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The financial statements have been prepared on an accruals basis and are based on historic costs and 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) Goodwill

Goodwill is initially measured at the amount by which the purchase price for a business combination exceeds the fair value attributed to the interest in the net fair value of identifiable assets, liabilities and contingent liabilities acquired at date of acquisition.

Goodwill is subsequently measured at cost less any impairment losses.

(b) Income Tax

The Association is a Charitable Institution from 4 December 2012. Fringe Benefits Tax (FBT) is payable from 1 April 2013 on any personal usage of cars rather than being FBT exempt up to the \$30,000 capping threshold per employee.

(c) Property, Plant and Equipment

Leasehold improvements, plant and office equipment are carried at cost less any accumulated depreciation charged at taxation depreciation rates.

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.

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RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

(d) 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.

(e) 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.

(f) Employee Benefits

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 benefits have been measured at the nominal amounts expected to be paid when the liability is settled, plus any related on-costs. Both annual leave and long service leave are recognised within the provisions liability.

(g) 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 using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(h) Cash on Hand

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

(i) 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.

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

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

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

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

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

(j) Accounts Payable and Other Payables

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.

(k) 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.

(l) Comparative Figures

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

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

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
2. PROFIT (LOSS) FOR THE YEAR		
Expenses:		
Depreciation and amortisation expense	32,552	47,630
Net loss on disposal of non-current assets: Property, plant and equipment	91	2,138
	_____	_____
3. CASH ON HAND		
Petty Cash Imprest	279	236
Fuel Card	1,414	1,213
ANZ Townsville Account	15,056	13,568
ANZ Art Union Odd Account	16,506	60,018
ANZ General Account	8,498	9,581
ANZ Business Premium Saver Account	450,524	395,696
ANZ Art Union Even Account	105,113	17,442
ANZ Public Fund Donations	253,407	118,694
ANZ Merchandise Account	10,592	33,406
	861,389	649,854
4. ACCOUNTS RECEIVABLE AND OTHER DEBTORS		
CURRENT		
Outstanding GST Refunds	21,090	36,720
Goods & Services Tax	3,156	-
	24,246	36,720
5. OTHER CURRENT ASSETS		
CURRENT		
Rental Bonds	5,488	5,488
Prepaid Expenses	11,396	22,036
	16,884	27,524
6. PROPERTY, PLANT AND EQUIPMENT		
Leasehold Improvements	14,965	12,605
Less Accumulated Depreciation	(7,281)	(5,028)
Total land and buildings	7,684	7,577

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

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
Plant & Equipment - at cost	203,381	203,416
Less Accumulated Depreciation	<u>(152,291)</u>	<u>(133,706)</u>
	<u>51,090</u>	<u>69,710</u>
Motor Vehicles	68,764	68,764
Less Accumulated Depreciation	<u>(35,959)</u>	<u>(24,983)</u>
	<u>32,805</u>	<u>43,781</u>
Total plant and equipment	<u>83,895</u>	<u>113,491</u>
Total property, plant and equipment	<u>91,579</u>	<u>121,068</u>
7. INTANGIBLE ASSETS		
Goodwill - at cost	<u>35,720</u>	<u>12,130</u>
8. ACCOUNTS PAYABLE AND OTHER PAYABLES		
CURRENT		
Goods & Services Tax	-	1,044
Sundry Creditors	13,587	122,447
Outstanding PAYG Withholding Liability	16,238	28,432
Superannuation Payable	<u>38,396</u>	<u>45,748</u>
	<u>68,221</u>	<u>197,671</u>
9. BORROWINGS		
CURRENT		
ANZ Visa Card - 26910	<u>2,696</u>	<u>-</u>
10. PROVISIONS		
CURRENT		
Provision for Annual Leave	35,026	48,385
Provision for Long Service Leave	<u>62,070</u>	<u>49,001</u>
	<u>97,096</u>	<u>97,386</u>
11. OTHER LIABILITIES		
CURRENT		
Accrued Expenses	<u>74,849</u>	<u>13,061</u>

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

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
12. LEASING COMMITMENTS		
(a) Operating Lease Commitments		
Non-cancellable operating leases contracted for but not recognised in the financial statements		
Payable:		
not later than 12 months	61,792	13,713
between 12 months and five years	77,241	-
	139,033	13,713
	139,033	13,713

The property lease for 101A & 101B Mary Street, Gympie is a non-cancellable lease with a three-year term, with rent payable monthly in advance. Contingent rental provisions within the lease agreements require that the minimum lease payments shall be increased by the Consumer Price Index per annum. 3 years option exists to renew the lease at the end of the expiry date of 30 September 2018. The lease allows for subletting of all leased areas.

13. CONTINGENT LIABILITIES

Contingent Liability

All liabilities which have arisen or which will arise out of the activities of the association to the end of the financial year have been included in the financial report. The prior year estimated multiple year back pay wages and superannuation due as at 30 June 2014 of \$15,428.28 had previously been discussed with Fair Work Australia. Difficulty has been experienced in making accurate calculation - especially in circumstances where staff are no longer employed by the Association, and worked for relatively short periods of time.

Given the difficulty in locating the past employees after repeated attempts, the provision amount has been written back at 30 June 2015. Should a former entitled employee contact the association, the amount will be paid as was previously calculated.

There were no contingent liabilities, including guarantees, at balance date which are not disclosed in the financial report or the notes thereto.

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

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

		2016	2015
		\$	\$
14.	RELATED PARTY TRANSACTIONS		
	Related Parties		
	The President has been provided with a car, a laptop/tablet. A car log book has been provided nominating 100% business usage.		
15.	COMMITMENTS		
	There was no contractual commitment at 30 June 2016 for the purchase of Art Union prizes drawn after 30 June 2016 as this has been disclosed in sundry creditors.		
16.	PUBLIC FUND		
	The Association operates a Public Fund known as The Rural Fire Brigades Association Queensland Inc Public Fund. The purpose of the fund is to solicit and receive gifts from the public solely for the purpose of supporting the volunteer based emergency service activities of the Rural Fire Brigades in Queensland. The Association is required to maintain the Fund as a gift fund to receive and record income tax deductible gifts and contributions.		
	Opening Balance 1 July 2015	118,694	
	Deposits of gifts and charitable contributions	764,078	
		<u>882,772</u>	
	Payments of various expenses including prizes	629,024	
		<u>253,747</u>	
		<u><u>257,582</u></u>	
	Bank statement balance 30 June 2016	257,582	
	Add Outstanding Deposits	340	
		<u>257,922</u>	
	Less Outstanding Cheques	4,175	
	Public Fund Balance held 30 June 2016	<u><u>253,747</u></u>	

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

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

15. (a) MOVEMENT IN CARRYING AMOUNTS

Movements in the carrying amounts for each class of property, plant and equipment.

	Leasehold Improvements \$	Plant & Equipment - at cost \$	Motor Vehicles \$	Total \$
Balance at 1 July 2014	7,646	97,060	35,819	140,525
Additions	2,040	7,164	36,561	45,765
Disposals	-	(316)	(17,276)	(17,592)
Depreciation expense	(2,109)	(34,198)	(11,323)	(47,630)
Carrying amount at 30 June 2015	7,577	69,710	43,781	121,068
Additions	2,360	794	-	3,154
Disposals	-	(91)	-	(91)
Depreciation expense	(2,253)	(19,323)	(10,976)	(32,552)
Carrying amount at 30 June 2016	7,684	51,090	32,805	91,579

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

STATEMENT BY MEMBERS OF THE COMMITTEE

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 accordance with a resolution of the committee of Rural Fire Brigades Association Queensland Inc, the members of the committee declare that the financial statements as set out on pages 3 to 14:

1. present a true and fair view of the financial position of Rural Fire Brigades Association Queensland Inc as at 30 June 2016 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 ; and
2. at the date of this statement there are reasonable grounds to believe that Rural Fire Brigades Association Queensland 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

Justin Choveaux

Treasurer

Alan Gillespie

Dated:31/08/2016

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBER OF
RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC

We have audited the accompanying financial report, being a special purpose financial report, of Rural Fire Brigades Association Queensland Inc (the association) which comprises the committee's report, statement of financial position as at 30 June 2016 and the statement of profit or loss and statement of comprehensive income for the year then ended, notes comprising a summary of significant accounting policies and other explanatory notes.

Committee's Responsibility for the Financial Report

The committee of Rural Fire Brigades Association Queensland 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 Act Queensland 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 of 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 of 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 or 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.

Independence

In conducting our audit, we have complied with applicable independence requirements of Australian professional ethical pronouncements.

**RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBER OF
RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC**

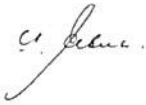
Auditor's Opinion

In our opinion, the financial report of Rural Fire Brigades Association Queensland Inc presents fairly, in all material respects the financial position of Rural Fire Brigades Association Queensland Inc as of 30 June 2016 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 Act Queensland.

Basis of Accounting and Restriction on Distribution

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 Rural Fire Brigades Association Queensland Inc meet the requirements of the Associations Incorporation Act . As a result, the financial report may not be suitable for another purpose.

**Cosmo Ian Schuh
Chartered Accountant
58-62 Mary Street
Gympie, QLD, 4570**



CI Schuh

Gympie

Dated:31/08/2016

RURAL FIRE BRIGADES ASSOCIATION QUEENSLAND INC
ABN: 37 417 474 709

CERTIFICATE BY MEMBER OF THE COMMITTEE

I, Alan Gillespie of 21 Springwood Avenue, Pacific Pines Qld 4211 and I, Justin Choveaux of 115 Tamaree Road, Tamaree Qld 4570, certify that:

- a. I attended the annual general meeting of the association held on 16-18 September 2016.
- b. The financial statements for the year ended 2016 were submitted to the members of the association at its annual general meeting.

Dated:17/09/2016

Committee Member

Alan Gillespie

Committee Member

Justin Choveaux

