

Queensland Shelter Incorporated

ABN 21 495 503 790

Financial Statements
For the year ended 30 June 2020

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 2020

	Note	2020 \$	2019 \$
Income			
Department of Housing and Public Works Funding			
DHPW Recurrent	1(k)	1,285,156	1,250,000
DHPW Non-Recurrent	1(k)	1,256,231	62,315
Other Grants	1(k)	40,308	83,290
Other Income		190,971	170,884
Total income		2,772,667	1,566,488
Expenses			
Advertising and promotion		3,066	2,609
Accounting Fees		-	-
Audit fees		7,500	5,027
Asset Purchases		30,723	7,360
Bad Debts		-	-
Bank fees and charges		1,035	1,112
Capacity building expenses		-	-
Cleaning/rubbish removal		10,150	5,993
Computer expenses		68,503	65,776
Conference/seminar costs		2,037	2,676
Consultants fees		351,861	225,170
Depreciation		-	-
Governance		3,127	6,433
Insurance		7,562	7,190
Journals & periodicals		304	835
Legal Fees		12,000	-
Meetings and workshops		33,268	98,418
Membership fees paid		20,032	8,895
Motor vehicle expenses		7,517	2,215
Office supplies		17,838	29,136
Postage		786	686
Q Shelter products & services		-	-
Repairs & maintenance		1,520	2,356

The accompanying notes form part of these financial statements.

Queensland Shelter Incorporated
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Income and Expenditure Statement
For the year ended 30 June 2020

	Note	2020	2019
		\$	\$
Research & development		-	-
Security		3,809	4,718
Sponsorship		24,202	23,333
Staff amenities		3,519	1,345
Staff training		6,482	11,448
Superannuation		95,135	71,855
Telephone		12,003	8,735
Travel, accom & conference		29,531	50,217
Utilities		4,839	4,665
Wages		1,134,227	850,647
Recruitment expense		4,288	17,718
Write-Off Expenses		-	12
Total expenses		1,896,860	1,516,580
Profit from ordinary activities before income tax		875,806	49,908
Income tax revenue relating to ordinary activities		-	-
Net profit attributable to the association		875,806	49,908
Total changes in equity of the association		875,806	49,908
Opening retained profits		573,236	523,328
Net profit attributable to the association		875,806	49,908
Closing retained profits		1,449,042	573,236

The accompanying notes form part of these financial statements.

Queensland Shelter Incorporated
ABN 21 495 503 790
Detailed Balance Sheet as at 30 June 2020

	Note	2020 \$	2019 \$
Current Assets			
Cash Assets			
Cash at bank		1,791,336	670,523
		1,791,336	670,523
Receivables			
Sundry debtors		8,626	130,350
Accrued income		8,786	18,042
		17,412	148,392
Total Current Assets		1,808,747	818,915
Non-Current Assets			
Property, Plant and Equipment			
Organisation - Plant & equipment		28,911	28,911
Less: Accumulated depreciation		(28,911)	(28,911)
DHPW - Plant & equipment		15,216	15,216
Less: Accumulated depreciation		(15,216)	(15,216)
Organisation - Motor vehicles		38,401	38,401
Less: Accumulated depreciation		(38,401)	(38,401)
		-	-
Total Non-Current Assets		-	-
Total Assets		1,808,747	818,915

The accompanying notes form part of these financial statements.

Queensland Shelter Incorporated
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Detailed Balance Sheet as at 30 June 2020

	Note	2020	2019
		\$	\$
Current Liabilities			
Unsecured Payables:			
- Trade creditors		117,622	39,505
		<u>117,622</u>	<u>39,505</u>
Current Tax Liabilities			
GST clearing		49,192	(3,530)
Amounts withheld from salary and wages		33,215	19,841
		<u>82,407</u>	<u>16,311</u>
Other			
Advance payments		6,009	1,285
Staff provision accrued		76,354	39,863
Accrued Expenses		36,399	33,318
Unexpended Funds		34,096	97,315
		<u>152,857</u>	<u>171,781</u>
Total Current Liabilities		<u>352,886</u>	<u>227,597</u>
Non-Current Liabilities			
Provisions			
Employees entitlements		6,819	18,082
		<u>6,819</u>	<u>18,082</u>
Total Non-Current Liabilities		<u>6,819</u>	<u>18,082</u>
Total Liabilities		<u>359,705</u>	<u>245,679</u>
Net Assets		<u>1,449,042</u>	<u>573,236</u>
Members' Funds			
Accumulated surplus (deficit)		1,449,042	573,236
Total Members' Funds		<u>1,449,042</u>	<u>573,236</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 2020

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.

Queensland Shelter Incorporated
ABN 21 495 503 790
Notes to the Financial Statements
For the year ended 30 June 2020

Note 1: Summary of Significant Accounting Policies (continued)

(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

(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.

Interest revenue is recognised using the effective interest rate 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.

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

(j) AASB 15 Revenue from Contracts with Customers

The company has adopted AASB 15 from 1 July 2019. The standard provides a single comprehensive model for revenue recognition. The core principle of the standard is that an entity shall recognise revenue to depict the transfer of promised goods or services to customers at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. 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. Credit risk is presented separately as an expense rather than adjusted against revenue. Contracts with customers are presented in an entity's 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.

(k) AASB 1058 Income of Not-for-Profit Entities

The company has adopted AASB 1058 from 1 July 2019. The standard replaces AASB 1004 'Contributions' in respect to income recognition requirements for not-for-profit entities. 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. Related amounts recognised may relate to contributions by owners, AASB 15 revenue or contract liability recognised, lease liabilities in accordance with AASB 16, financial instruments in accordance with AASB 9, or provisions in accordance with AASB 137. The liability is brought to account as income over the period in which the entity satisfies its performance obligation. If the transaction does not enable the entity to acquire or construct a recognisable non-financial asset to be controlled by the entity, then any excess of the initial carrying amount of the recognised asset over the related amounts is recognised as income immediately. 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 received volunteer services in the period.

Impact of adoption:

The impact of the adoption of AASB 1058 as at 1 July 2019:

	30 June 2019	1 July 2019	Total
Unexpended Funds	97,315	-	97,315
Grant Income	-	97,315	97,315

The impact of the adoption of AASB 1058 in the reporting period ended 30 June 2020:

Grant Source	Recognised under AASB 15	Recognised under AASB 1058	Total
DHPW	1,737,662	803,725	2,541,388
DOC	2,500	32,500	35,000
GCBF	-	5,308	5,308
	<u>1,740,162</u>	<u>841,533</u>	<u>2,581,696</u>

(l) AASB 16 Leases

The company has adopted AASB 16 from 1 July 2019. The standard replaces AASB 117 'Leases' and for lessees eliminates the classifications of operating leases and finance leases. Except for short-term leases and leases of low-value assets, right-of-use assets and corresponding lease liabilities are recognised in the statement of financial position. Straight-line operating lease expense recognition is replaced with a depreciation charge for the right-of-use assets (included in operating costs) and an interest expense on the recognised lease liabilities (included in finance costs). In the earlier periods of the lease, the expenses associated with the lease under AASB 16 will be higher when compared to lease expenses under AASB 117. However, EBITDA (Earnings Before Interest, Tax, Depreciation and Amortisation) results improve as the operating expense is now replaced by interest expense and depreciation in profit or loss.

Impact of adoption:

The adoption of AASB 16 had no material impact on the financial statements. Queensland Shelter did not have any leases that qualified under the criteria of AASB 16.

Queensland Shelter Incorporated
ABN 21 495 503 790
Statement by Members of the Committee
For the year ended 30 June 2020

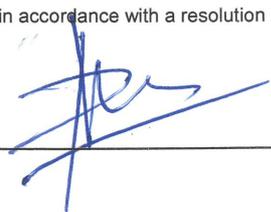
The Committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

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 2020 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:

President



Treasurer





Tel: +61 7 3237 5999
 Fax: +61 7 3221 9227
 www.bdo.com.au

Level 10, 12 Creek St
 Brisbane QLD 4000
 GPO Box 457 Brisbane QLD 4001
 Australia

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 2020, 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 2020 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.

Other information

The members of the committee are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Department of Housing and Public Works funding program reports, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly 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 on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of responsible entities for the Financial Report

The member 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

M Cutri

Director

Brisbane, 27 October 2020

Queensland Shelter Incorporated
ABN 21 495 503 790
Department of Housing and Public Works Core Funding
Statement of Income and Expenditure for the Year Ended 30 June 2020

	Note	2020 \$
Income		
Funding from Department of Housing and Public Works - recurrent		1,285,156
Funding from Department of Housing and Public Works - non-recurrent		6,231
Training Courses		34,144
Events		2,357
Fees and Charges		30
Interest - Recurrent Funding		6,476
Recoupments		5,826
Other/Sundry Income		1,000
		<u>1,341,221</u>
Expenses		
Advertising & Promotion		3,066
Assets Purchases<\$20000		30,164
Audit Fees		7,500
Bank Charges		994
Board/Governance Expenses		2,644
BusinessPlan,Report&Evaluation		57
Cleaning & Pest Control		10,150
Conference,Workshops,Seminars		1,980
Computer Maintenance & Support		11,308
Computer Software		8,446
Computer Minor Equipment		5,032
Website Expenses		40,324
Consultancy Fees		129,712
Credit Card Fees		41
Donations Paid,Contrib,Sponsor		191
Equipment Hire		257
Fees & Permits		71
Insurance-General		7,562
Legal Fees		12,000
Meeting, Catering, Venue		31,925
Membership Fees Paid		1,470
Membership Stripe Fees		160
MV Fuel & Oil		330
MV Repairs & Maintenance		181
MV Insurance & Breakdown		1,337
MV Registration		419
MV Other		1,287
Postage, Freight & Courier		710
Printing & Stationery		17,194
Publication & Info Resources		304
Recruitment Expense		3,516
Repairs & Maintenance		1,520
Annual Leave-Accrual		85,255
Long Service Leave Accrual		2,983
Superannuation		77,676

Queensland Shelter Incorporated
ABN 21 495 503 790
Department of Housing and Public Works Core Funding
Statement of Income and Expenditure for the Year Ended 30 June 2020

	Note	2020
		\$
Workers' Compensation		3,963
Agency Temp Staff		13,170
Salaries & Wages		786,346
Security Expenses		3,809
Staff Amenities		3,056
Sundry Expenses		381
Telephone, Fax, Internet		11,422
Training & Development		6,482
Travel & Accommodation		26,771
Utilities		4,839
		<u>1,358,003</u>
Operating Surplus/Deficit		<u><u>(16,782)</u></u>

Queensland Shelter Incorporated
ABN 21 495 503 790
Department of Housing and Public Works Dignity First Funding
Statement of Income and Expenditure for the Year Ended 30 June 2020

	Note	2020 \$
Income		
Funding from Department of Housing and Public Works - non-recurrent		<u>300,000</u>
		300,000
Expenses		
Consultancy Fees		<u>191,212</u>
		191,212
Operating Surplus/Deficit		<u><u>108,788</u></u>

Queensland Shelter Incorporated
ABN 21 495 503 790
Department of Housing and Public Works Integrated Service Delivery Funding
Statement of Income and Expenditure for the Year Ended 30 June 2020

	Note	2020 \$
Income		
Funding from Department of Housing and Public Works - non-recurrent		950,000
		<u>950,000</u>
Expenses		
Assets Purchases<\$20000		480
Computer Maintenance & Support		2,242
Computer Minor Equipment		721
Consultancy Fees		4,770
Postage, Freight & Courier		76
Printing & Stationery		29
Recruitment Expense		771
Annual Leave-Accrual		16,683
Superannuation		15,956
Agency Temp Staff		43,013
Salaries & Wages		166,986
Telephone, Fax, Internet		582
Travel & Accommodation		2,754
		<u>255,063</u>
Operating Surplus/Deficit		<u><u>694,937</u></u>