



INDEPENDENT AUDITOR'S REPORT

To the Members of the Four Paws Adoption and Education Incorporated

Qualified Opinion

We have audited the financial report of the Four Paws Adoption and Education Incorporated (the entity), which comprises the balance sheet as at 30 June 2019, the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the statement by members of the management committee.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial report of the Four Paws Adoption and Education Incorporated is in accordance with *Associations Incorporation Act 1981*, including:

- giving a true and fair view of the entity's financial position as at 30 June 2019 and of its performance for the year then ended; and
- complying with Australian Accounting Standards to the extent described in Note 1.

Basis for Qualified Opinion

As is common for organisations of this type, it is not practicable for the Four Paws Adoption and Education Incorporated to maintain an effective system of internal control over fundraising income until initial entry in the accounting records. Accordingly, our audit in relation to fundraising income in the income statement was limited to amounts recorded.

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 entity 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 for the purpose of fulfilling the management committee's financial reporting responsibilities under the *Associations Incorporation Act 1981*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

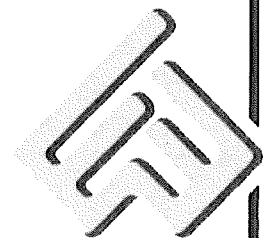
Other Information

The management committee of the entity is responsible for the other information. The other information obtained at the date of this auditor's report is information included in the annual report for the year ended 30 June 2019, 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.



FOUR PAWS ADOPTION AND EDUCATION INCORPORATED

STATEMENT BY COMMITTEE OF MANAGEMENT

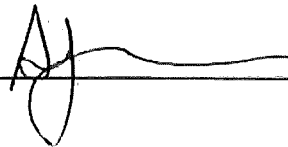
The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial statements:

1. Presents a true and fair view of the financial position of Four Paws Adoption and Education Incorporated as at 30 June 2019 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Four Paws Adoption and Education Incorporated 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: Alisa Gordon ACad an

Treasurer: Savanne Miers 

Dated this 9 day of August, 2019

Responsibilities of the Management Committee for the Financial Report

The management committee is responsible for the preparation of the financial report that gives a true and fair view and has determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of its constitution. The management committee's responsibility also includes such internal control as are determined 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 management committee is responsible for assessing the entity'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 management committee either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

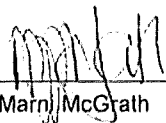
Auditor's Responsibilities for the Audit of the Financial Report

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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgment 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management committee.
- Conclude on the appropriateness of the management 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 entity'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 entity 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.

We communicate with the management 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.



Marni McGrath

Evans Edwards & Associates Pty Ltd

7 Archer Street, Rockhampton QLD 4700

Dated this 13th day of August 2019

FOUR PAWS ADOPTION AND EDUCATION INCORPORATED

**BALANCE SHEET
AS AT 30 JUNE 2019**

	2019	2018
	\$	\$
MEMBERS FUNDS		
Retained earnings	4,948.42	10,912.64
TOTAL MEMBERS FUNDS	<u>4,948.42</u>	<u>10,912.64</u>
Represented by:		
ASSETS		
CURRENT ASSETS		
Float	210.00	210.00
Cheque Account	2,259.60	974.58
Donations Account	2,098.82	9,648.06
Undeposited Funds	160.00	30.00
Sundry Debtors	220.00	50.00
TOTAL CURRENT ASSETS	<u>4,948.42</u>	<u>10,912.64</u>
TOTAL ASSETS	<u>4,948.42</u>	<u>10,912.64</u>
LIABILITIES		
TOTAL LIABILITIES	<u>-</u>	<u>-</u>
NET ASSETS	<u>4,948.42</u>	<u>10,912.64</u>

The accompanying notes form part of these financial statements.

FOUR PAWS ADOPTION AND EDUCATION INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

1 **Statement of Significant Accounting Policies**

This financial report is a special purpose financial report 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.

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

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

(a) Income Tax

The Committee of Management believes the club is exempt from income tax under section 50-45 of the Income Tax Assessment Act 1997.

2 **Mortgages, Charges and Securities**

There were no mortgages, charges or securities held over any of the property of the Four Paws Adoption and Education Incorporated as at 30 June 2019.

FOUR PAWS ADOPTION AND EDUCATION INCORPORATED

**INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

	2019	2018
	\$	\$
INCOME		
Adoption - Cats	5,170.00	3,058.00
Donations	6,710.82	3,699.72
Fundraising	10,363.05	8,284.40
Membership Fees	1,590.00	1,200.00
Grant - LSC	-	10,000.00
	<u>23,833.87</u>	<u>26,242.12</u>
OTHER INCOME		
Interest Received	10.22	12.50
Other Income/Refunds	219.89	-
	<u>230.11</u>	<u>12.50</u>
	<u>24,063.98</u>	<u>26,254.62</u>
EXPENSES		
Animal Necessities	604.56	937.75
Asset Purchases	-	482.87
Audit Fees	995.00	968.00
Committee Expenses	87.00	39.98
Food	2,548.65	2,105.08
Advertising	360.00	-
Freight	189.28	41.30
Fundraising Expenses	3,029.07	2,400.93
Government Expenses	55.35	53.50
Insurance - Committee	1,670.00	1,600.00
Insurance - Public Liability	2,565.03	2,572.62
Microchip Transfer	110.00	127.50
Office Supplies	241.24	91.70
Parasite Prophylaxis/Medication	1,301.47	1,976.70
Paypal Charges	15.20	2.51
Postage, Printing & Stationery	568.24	335.67
Repairs & Maintenance	-	29.70
Software Expenses	599.18	545.25
Telephone	468.93	239.88
Veterinary Expenses	14,620.00	9,106.29
Website Expenses	-	41.95
	<u>30,028.20</u>	<u>23,699.18</u>
NET PROFIT / (LOSS)	(5,964.22)	2,555.44

The accompanying notes form part of these financial statements.

FOUR PAWS ADOPTION AND EDUCATION INCORPORATED

**INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

	2019	2018
	\$	\$
NET PROFIT / (LOSS)	(5,964.22)	2,555.44
Retained earnings at the beginning of the financial year	10,912.64	8,357.20
RETAINED EARNINGS AT THE END OF THE FINANCIAL YEAR	<u>4,948.42</u>	<u>10,912.64</u>

The accompanying notes form part of these financial statements.