
**Redcliffe & District Medical
Association**

ABN: 88637858491

**FINANCIAL REPORT
FOR THE PERIOD ENDED 30 June 2022**

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Redcliffe & District Medical

Association

ABN: 88637858491

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The accompanying notes form part of these financial statements.

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

Redcliffe & District Medical

Association

ABN 88637858491

Balance Sheet

As at 30 June 2022

| | This Year | Last Year |
|-----------------------------|-------------------------|-------------------------|
| <hr/> | | |
| ASSETS | | |
| | | |
| CURRENT ASSETS | | |
| Cash at Bank - 902422 | 2,481.12 | 5,512.62 |
| Cash at Bank - 10267451 | 1,345.39 | 1,489.55 |
| TD - 50121196 | 17,677.07 | 17,615.42 |
| TD - 50127475 | 11,074.68 | 11,036.05 |
| TD - 50113196 | 0.00 | 6,344.29 |
| TOTAL CURRENT ASSETS | <u>32,578.26</u> | <u>41,997.93</u> |
| | | |
| TOTAL ASSETS | <u><u>32,578.26</u></u> | <u><u>41,997.93</u></u> |
| | | |
| NET ASSETS | <u><u>32,578.26</u></u> | <u><u>41,997.93</u></u> |
| | | |
| EQUITY | | |
| Retained Earnings | 32,578.26 | 41,997.93 |
| TOTAL EQUITY | <u>32,578.26</u> | <u>41,997.93</u> |
| <hr/> | | |

The accompanying notes form part of these financial statements.

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

Redcliffe & District Medical
Association
ABN 88637858491
Profit and Loss Statement

For the year ended 30 June 2022

| | This Year | Last Year |
|--------------------------------|--------------------|--------------------|
| ORDINARY INCOME | | |
| Interest Received | 100.28 | 244.01 |
| Casual Visitors | 30.00 | 60.00 |
| Christmas Dinner | 540.00 | 300.00 |
| REDAMA (Advertisers) | 9,629.00 | 8,314.00 |
| Subscriptions | 4,528.00 | 6,934.00 |
| TOTAL ORDINARY INCOME | 14,827.28 | 15,852.01 |
| TOTAL INCOME | 14,827.28 | 15,852.01 |
| OVERHEAD EXPENSES | | |
| Audit Fees | 605.00 | 605.00 |
| Bank Charges | 131.94 | 120.00 |
| Christmas Dinner | 2,149.00 | 3,865.60 |
| Meeting Expenses | 0.00 | 502.60 |
| Computer Supplies | 224.00 | 245.17 |
| Gifts & Flowers | 1,400.00 | 1,085.75 |
| Donations | 6,000.00 | 800.00 |
| Kim Irving Consulting | 4,000.00 | 0.00 |
| REDAMA | 9,663.16 | 8,966.99 |
| Office of Fair Trading | 57.60 | 56.60 |
| Sundry Expenses | 16.25 | 225.45 |
| Telephone, Internet | 0.00 | 104.50 |
| TOTAL OVERHEAD EXPENSES | (24,246.95) | (16,577.66) |
| NET LOSS | (9,419.67) | (725.65) |

The accompanying notes form part of these financial statements.

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

Redcliffe & District Medical

Association

ABN 88637858491

Committee's Declaration

The Committee have 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.

The committee of the association declare that:

- 1 the financial statements and notes present fairly the association's financial position as at 30 June 2022 and its performance for the reporting period ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
- 2 in the committee's opinion, there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the committee.

Redcliffe & District Medical

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ABN 88637858491

NOTE 1 :- Summary of Significant Accounting Policies

The committee has prepared the financial statements on the basis that the association is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the needs of members.

The financial statements have been prepared in accordance with the significant accounting policies disclosed below, which the committee have determined are appropriate to meet the needs of members.

Such accounting policies are consistent with the previous reporting period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of the statements are as follows:

a. **Income Tax**

The income tax expense (income) for the year comprises current income tax expense (income). The association does not recognise deferred tax assets or liabilities.

Current income tax expense charged to profit or loss is the tax payable on taxable income and is measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

b. **Inventories**

Inventories are measured at the lower of cost and net realisable value. The cost of manufactured inventories includes direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

c. **Property, Plant and Equipment**

All property, plant and equipment except for freehold land and buildings are initially measured at cost and are depreciated over their useful lives on a straight-line basis. Depreciation commences from the time the asset is available for its intended use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The carrying amount of plant and equipment is reviewed annually by committee to ensure it is not in excess of the recoverable amount. Freehold land and buildings are carried at their recoverable amounts, based on periodic, but at least triennial, valuations by the committee. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amounts.

d. **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.

Goodwill is subject to impairment testing when the committee consider that there is objective evidence the business has been impaired. Impairment losses are calculated based on the committee's assessment of the business's recoverable amount. Recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amount.

Gains and losses on the disposal of a business include the carrying amount of goodwill relating to the business sold.

e. **Trade and Other Receivables**

Trade receivables are recognised initially at cost and are subsequently measured at cost less any provision for impairment. Most sales are made on the basis of normal credit terms and are not subject to interest. Where credit is extended beyond normal credit terms and is more than 12 months, receivables are discounted to their present value.

At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. A provision for impairment is established when there is objective evidence that the association will not be able to collect all amounts due according to the original terms of the receivables.

Other receivables include loans granted by the association and are discounted to present values using the interest rate inherent in the loan.

f. **Investments**

Investments include equity securities (ie shares) of listed and unlisted entities. The association recognises and measures these investments at cost less any accumulated impairment losses.

g. **Impairment of Assets**

At the end of each reporting period, property, plant and equipment, intangible assets and investments are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. The recoverable amount is the higher of the asset's fair value less costs of disposal and the present value of the asset's future cash flows discounted at the expected rate of return. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount and an impairment loss is recognised immediately in profit or loss.

h. **Trade and Other Payables**

Trade and other payables represent the liabilities for goods and services received by the association that remain unpaid at the end of the reporting period. They are recognised at their transaction price. Trade and other payables are subject to normal credit terms (30-60 days) and do not bear interest.

i. **Provisions**

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.

j. **Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of months or less, and bank overdrafts. Bank overdrafts are shown within current liabilities on the balance sheet.

k. **Revenue and Other Income**

Revenue is measured at the 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 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.

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at the end of the reporting period and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

l. **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), in which case 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 stated 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 balance sheet.

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

Redcliffe & District Medical Association INC

Independent Audit Report

To the members of Redcliffe & District Medical Association Inc.

We have audited the accompanying financial report, being a special purpose financial report, **Redcliffe & District Medical Association Inc.** which comprises the statement of financial position as at **30 June 2022**, the statement of comprehensive income for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information.

Committee responsibility for the financial report

The Committee is responsible for the preparation and fair presentation of the financial report and have determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Act 1981 and the needs of the members. The Committee's responsibility also includes such internal control as Committee determine 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.

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 from 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 judgement, including the assessment of the risks of 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 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 entity'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.

Liability limited by a scheme approved under Professional Standards Legislation

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Electronic publication of the audited financial report

If the **Redcliffe & District Medical Association Inc.** intends to electronically present the audited financial report and auditor's report on its internet website, responsibility for the electronic presentation of the financial report on the internet is that of those charged with governance of the **Redcliffe & District Medical Association Inc.** The security and controls over information on the website should be addressed by the **Redcliffe & District Medical Association Inc.** to maintain the integrity of the data presented. The examination of the controls over the electronic presentation of audited financial report on the internet is beyond the scope of the audit of the financial report.

Audit report qualification - Basis for qualified opinion

Receipts from cash donations and other cash fundraising activities are a significant source of revenue for **Redcliffe & District Medical Association Inc.** The **Redcliffe & District Medical Association Inc.** has determined that it is impracticable to establish control over the collection of donations and other fundraising activity revenue prior to entry in its financial records. Accordingly, as the evidence available to us about revenue from these sources was limited, our audit procedures for donations and other fundraising activity revenue had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion on whether cash donations and other cash fundraising activity revenue obtained by the **Redcliffe & District Medical Association Inc.** are complete.

Qualified opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report **Redcliffe & District Medical Association Inc.** presents fairly in all material respects in accordance with the accounting policies described in Note 1 to the financial statements, the financial position of the **Redcliffe & District Medical Association Inc.** at **30 June 2022** and its financial performance and its cash flows for the year then ended.

Basis of accounting

Without modifying our opinion, 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 Committee reporting responsibilities. As a result, the financial report may not be suitable for another purpose.



John Dixon
Certified Practising Accountant
Shop 4 12 Duffield Road
Margate Qld 4019

Dated this 18th day of August 2022