

Rosies Youth Mission Inc.

ABN: 68 041 152 768

Financial Statements

For the Year Ended 30 June 2019

Rosies Youth Mission Inc.

ABN: 68 041 152 768

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For the Year Ended 30 June 2019

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Rosies Youth Mission Inc.

ABN: 68 041 152 768

Committees' Report

30 June 2019

The committee members present their report on Rosies Youth Mission Inc. for the financial year ended 30 June 2019.

Committee members

The names of committee members throughout the year and at the date of this report are:

John Scoble	Chairman
Jayne Shallcross	Deputy Chair (Appointed 26 June 2019)
Russell Thirgood	Secretary
Peter Bolton	Treasurer (Appointed 6 December 2018)
Robyn Hunt	Treasurer (Resigned 6 December 2018)
Michael Twigg OMI	Oblate Representative
Jennifer Wise	Committee Member
Clare Burns	Committee Member (Appointed 26 September 2018)
Mark Wilson	Committee Member (Resigned 12 June 2019)

Principal activities

The principal activities of the Association during the financial year were to continue to share friendship and create community with the marginalised, homeless and those who are lonely on the street, in detention, and in the courts.

Significant changes

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


Operating result

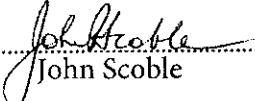
The surplus of the Association for the financial year after providing for income tax amounted to \$ 198,158(2018: \$ 48,931).

Auditors independence declaration

The auditors independence declaration for the year ended 30 June 2019 has been received and can be found on page of the financial report.

Signed in accordance with a resolution of the committee members

Committee Member: 
Peter Bolton

Committee Member: 
John Scoble

Dated this day, 11th of October, 2019.



DICKFOS DUNN ADAM
AUDIT AND ASSURANCE

ROSIES YOUTH MISSION INC.
ABN 68 041 152 768

AUDITOR'S INDEPENDENCE DECLARATION UNDER S 60-40 OF THE AUSTRALIAN NOT-FOR-PROFITS COMMISSION ACT 2012 TO THE COMMITTEE MEMBERS OF ROSIES YOUTH MISSION INC.

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2019 there have been:

- (i) No contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-Profits Commission Act 2012* in relation to the audit; and
- (ii) No contraventions of any applicable code of professional conduct in relation to the audit.

DICKFOS DUNN ADAM
Audit & Assurance

10.10.2019
Dated
SOUTHPORT

Tracey AD
T L Adam



Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2019

		2019	2018
	Note	\$	\$
Revenue	4	938,958	873,835
Employee benefits expense	5	(375,466)	(362,970)
Corporate expenses	5	(179,901)	(211,904)
Volunteer support expenses	5	(25,966)	(68,692)
Outreach logistics and supplies expenses	5	(146,326)	(140,343)
Marketing and communication expenses	5	(40,411)	(40,773)
Governance expenses	5	(369)	(222)
Surplus before income tax		170,519	48,931
Income tax expense	2(a)	-	-
Surplus for the year		170,519	48,931
Other comprehensive income			
Loss on disposal of non-current assets held for sale and net assets of disposal groups		(11,693)	-
Gain/loss on investments		39,332	-
Other comprehensive income for the year, net of tax		27,639	-
Total comprehensive income for the year		198,158	48,931

Rosies Youth Mission Inc.

ABN: 68 041 152 768

Statement of Financial Position**As At 30 June 2019**

	Note	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	580,943	396,707
Trade and other receivables	7	19,587	25,463
Inventories	8	21,507	12,860
TOTAL CURRENT ASSETS		622,037	435,030
NON-CURRENT ASSETS			
Financial assets	9	331,096	313,907
Property, plant and equipment	10	338,540	279,639
TOTAL NON-CURRENT ASSETS		669,636	593,546
TOTAL ASSETS		1,291,673	1,028,576
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	11	26,911	49,724
Short-term provisions	12	34,115	26,363
Other financial liabilities	13	120,000	40,000
TOTAL CURRENT LIABILITIES		181,026	116,087
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		181,026	116,087
NET ASSETS		1,110,647	912,489
EQUITY			
Reserves		100,000	100,000
Retained earnings		1,010,647	812,489
TOTAL EQUITY		1,110,647	912,489

The accompanying notes form part of these financial statements.

Rosies Youth Mission Inc.

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Statement of Changes in Equity For the Year Ended 30 June 2019

2019

	Retained Earnings	Asset Replacement Reserve	Total
	\$	\$	\$
Balance at 1 July 2018	812,489	100,000	912,489
Surplus for the year	198,158	-	198,158
Balance at 30 June 2019	<u>1,010,647</u>	<u>100,000</u>	<u>1,110,647</u>

2018

	Retained Earnings	Asset Replacement Reserve	Total
	\$	\$	\$
Balance at 1 July 2017	863,557	-	863,557
Surplus for the year	48,932	-	48,932
Transfer from retained earnings to asset replacement reserve	(100,000)	100,000	-
Balance at 30 June 2018	<u>812,489</u>	<u>100,000</u>	<u>912,489</u>

The accompanying notes form part of these financial statements.

Rosies Youth Mission Inc.

ABN: 68 041 152 768

Statement of Cash Flows For the Year Ended 30 June 2019

	2019	2018
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	938,902	813,284
Payments to suppliers and employees	(626,962)	(628,510)
Interest paid	(246)	(355)
Interest received	5,932	3,623
Net cash provided by/(used in) operating activities	<u>317,626</u>	<u>188,042</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Payments to acquire property, plant and equipment	(155,532)	(89,711)
Purchase of financial assets	22,142	(116,439)
Net cash provided by/(used in) investing activities	<u>(133,390)</u>	<u>(206,150)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net increase/(decrease) in cash and cash equivalents held	184,236	(18,108)
Cash and cash equivalents at beginning of year	396,707	414,815
Cash and cash equivalents at end of financial year	6 <u>580,943</u>	<u>396,707</u>

The accompanying notes form part of these financial statements.

Rosies Youth Mission Inc.

ABN: 68 041 152 768

Notes to the Financial Statements

For the Year Ended 30 June 2019

The financial report covers Rosies Youth Mission Inc. as an individual entity. Rosies Youth Mission Inc. is a not-for-profit Association, registered and domiciled in Australia.

The functional and presentation currency of Rosies Youth Mission Inc. is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the opinion of members of the committee the Association is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Associations Incorporations Act 1981 (QLD)*.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

2 Summary of Significant Accounting Policies

(a) Income Tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Leases

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the life of the lease term.

(c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(d) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

(e) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Notes to the Financial Statements

For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

(e) Property, plant and equipment

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Association, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

(f) Financial instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the Association becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial Assets

Financial assets are divided into the following categories which are described in detail below:

- loans and receivables;
- financial assets at fair value through profit or loss;
- available-for-sale financial assets; and
- held-to-maturity investments.

Financial assets are assigned to the different categories on initial recognition, depending on the characteristics of the instrument and its purpose. A financial instrument's category is relevant to the way it is measured and whether any resulting income and expenses are recognised in profit or loss or in other comprehensive income.

All income and expenses relating to financial assets are recognised in the statement of profit or loss and other comprehensive income in the 'finance income' or 'finance costs' line item respectively.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

Notes to the Financial Statements

For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

(f) Financial instruments

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in profit or loss.

The Association's trade and other receivables fall into this category of financial instruments.

In some circumstances, the Association renegotiates repayment terms with customers which may lead to changes in the timing of the payments, the Association does not necessarily consider the balance to be impaired, however assessment is made on a case-by-case basis.

Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss include financial assets:

- acquired principally for the purpose of selling in the near future
- designated by the entity to be carried at fair value through profit or loss upon initial recognition or
- which are derivatives not qualifying for hedge accounting.

The Association has some derivatives which are designated as financial assets at fair value through profit or loss.

Assets included within this category are carried in the statement of financial position at fair value with changes in fair value recognised in finance income or expenses in profit or loss.

Any gain or loss arising from derivative financial instruments is based on changes in fair value, which is determined by direct reference to active market transactions or using a valuation technique where no active market exists.

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity. Investments are classified as held-to-maturity if it is the intention of the Association's management to hold them until maturity.

Held-to-maturity investments are subsequently measured at amortised cost using the effective interest method, with revenue recognised on an effective yield basis. In addition, if there is objective evidence that the investment has been impaired, the financial asset is measured at the present value of estimated cash flows. Any changes to the carrying amount of the investment are recognised in profit or loss.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that do not qualify for inclusion in any of the other categories of financial assets or which have been designated in this category. The Association's available-for-sale financial assets comprise listed securities.

All available-for-sale financial assets are measured at fair value, with subsequent changes in value recognised in other comprehensive income.

Notes to the Financial Statements

For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

(f) Financial instruments

Gains and losses arising from financial instruments classified as available-for-sale are only recognised in profit or loss when they are sold or when the investment is impaired.

In the case of impairment or sale, any gain or loss previously recognised in equity is transferred to the profit or loss.

Losses recognised in the prior period statement of profit or loss and other comprehensive income resulting from the impairment of debt securities are reversed through the statement of profit or loss and other comprehensive income, if the subsequent increase can be objectively related to an event occurring after the impairment loss was recognised in profit or loss.

Financial liabilities

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities depending on the purpose for which the liability was acquired. Although the Association uses derivative financial instruments in economic hedges of currency and interest rate risk, it does not hedge account for these transactions.

The Association's financial liabilities include borrowings, trade and other payables (including finance lease liabilities), which are measured at amortised cost using the effective interest rate method.

Impairment of financial assets

At the end of the reporting period the Association assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

Financial assets at amortised cost

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of an allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

Available-for-sale financial assets

A significant or prolonged decline in value of an available-for-sale asset below its cost is objective evidence of impairment, in this case, the cumulative loss that has been recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment. Any subsequent increase in the value of the asset is taken directly to other comprehensive income.

(g) Impairment of non-financial assets

At the end of each reporting period the Association determines whether there is an evidence of an impairment indicator for non-financial assets.

Notes to the Financial Statements

For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

(g) **Impairment of non-financial assets**

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

(h) **Cash and cash equivalents**

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(i) **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 that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

(j) **Adoption of new and revised accounting standards**

The Association has chosen not to early adopt new accounting standards and pronouncements due for adoption on 1 January 2019. The financial impact of the adoption of these standards will be assessed in the next financial year.

(k) **New Accounting Standards and Interpretations**

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Association has decided not to early adopt these Standards. The following table summarises those future requirements, and their impact on the Association where the standard is relevant:

Standard Name	Effective date for entity	Requirements	Impact
AASB 16 Leases	Annual reporting periods commencing on or after 1 January 2019	<p>AASB 16 will cause the majority of leases of an entity to be brought onto the statement of financial position. There are limited exceptions relating to short-term leases and low value assets which may remain off-balance sheet.</p> <p>The calculation of the lease liability will take into account appropriate discount rates, assumptions about lease term and increases in lease payments.</p> <p>A corresponding right to use asset will be recognised which will be amortised over the term of the lease.</p>	<p>Operating leases will be brought into the statement of financial position through the recognition of a right of use asset and associated lease liability.</p> <p>Interest and amortisation expenses will increase and rental expenses will decrease.</p>

Notes to the Financial Statements

For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

Standard Name	Effective date for entity	Requirements	Impact
		Rent expense will no longer be shown, the profit and loss impact of the leases will be through amortisation and interest charges.	

3 Critical Accounting Estimates and Judgments

Those charged with governance make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - impairment of property, plant and equipment

The Association assesses impairment at the end of each reporting period by evaluating conditions specific to the Association that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Rosies Youth Mission Inc.

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Notes to the Financial Statements For the Year Ended 30 June 2019

4 Revenue

	2019	2018
	\$	\$
- Donations - Unrestricted	684,188	774,985
- Donations - Restricted	15,960	2,400
- Membership	350	641
- Grants received	193,200	72,750
- Interest received	5,932	3,623
- Dividends received	17,117	9,574
- Trust distributions	2,773	6,086
- Recouped stock costs	3,301	3,709
- Profit on sale of property, plant and equipment	13,600	67
- Foreign Income	2,537	-
- Total Revenue	<u>938,958</u>	<u>873,835</u>

Notes to the Financial Statements **For the Year Ended 30 June 2019**

5 Expenses

(a) Corporate expenses

	2019	2018
	\$	\$
Accounting and audit fees	2,300	1,900
Bank charges and collection fees	7,448	7,360
Computer expenses	4,562	11,154
Contractors	-	4,379
Depreciation expense	96,630	66,635
Finance costs	246	355
Impairment of fixed assets	-	53,613
Insurance	15,956	15,811
Management fees	1,500	-
Managers expenses	2,465	132
Parking, tolls and taxis	2,445	1,107
Photocopier rental	14,576	15,501
Postage and freight	4,264	3,654
Printing and stationery	2,287	1,982
Rent and occupancy costs	3,650	4,186
Repairs and maintenance	1,012	633
Staff training	545	864
Subscriptions and memberships	721	499
Telephone and internet	13,134	11,095
Travel	5,290	10,165
Workcover	870	879
Total corporate expenses	179,901	211,904

(b) Volunteer support expenses

Clothing	9,735	26,362
Professional services	-	15,033
Recognition	9,843	18,088
Training	1,618	4,439
Volunteer insurance	4,770	4,770
Total volunteer support expenses	25,966	68,692

(c) Outreach logistics and supplies expenses

Food	6,012	6,067
Motor vehicle expenses	59,228	62,187
Other - non food	28,879	28,456
Patrons project purchases	32,685	23,129
Rent	19,522	17,604
Volunteer grant expenses	-	2,900
Total outreach logistics and supplies expenses	146,326	140,343

Notes to the Financial Statements

For the Year Ended 30 June 2019

5 Expenses

(d) Marketing and communication expenses		
Marketing materials	3,876	1,280
Fundraising costs	7,513	2,393
Newsletters	21,858	21,100
E-Tapestry costs	7,164	16,000
Total marketing and communication expenses	40,411	40,773
(e) Governance expenses		
Board expenses	293	148
Fees	76	74
Total governance expenses	369	222
(f) Employee benefits expense		
Corporate employee expenses	47,739	35,794
Volunteer employee expenses	128,882	128,665
Outreach logistics and supplies employee expenses	114,152	113,960
Marketing and communication employee expenses	77,329	77,199
Employee expenses	7,365	7,352
Total employee expenses	375,467	362,970

6 Cash and Cash Equivalents

	2019	2018
	\$	\$
Cash at bank and in hand	580,943	396,707
	580,943	396,707

7 Trade and Other Receivables

	2019	2018
	\$	\$
Trade receivables	3,472	3,872
GST receivable	6,710	15,875
Investment income receivable	3,976	2,593
Franking credits	5,049	2,743
Other receivables	380	380
Total trade and other receivables	19,587	25,463

Rosies Youth Mission Inc.

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Notes to the Financial Statements For the Year Ended 30 June 2019

8 Inventories

At cost:		
Inventories	21,507	12,860
Total inventories	21,507	12,860

9 Financial Assets

(a) Financial assets at fair value through profit or loss

	2019	2018
	\$	\$
Shares in listed entities - Australia	187,576	173,163
Shares in listed entities - International	82,784	73,536
Fixed Interest - Global	19,735	19,743
Alternative Assets	19,959	19,813
Property	21,042	20,033
	-	7,619
Total financial assets	331,096	313,907

Rosies Youth Mission Inc.

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Notes to the Financial Statements For the Year Ended 30 June 2019

10 Property, plant and equipment

	2019	2018
	\$	\$
PLANT AND EQUIPMENT		
Furniture, fixtures and fittings		
At cost	113,358	104,139
Accumulated depreciation	(41,453)	(28,557)
Total furniture, fixtures and fittings	71,905	75,582
Motor vehicles		
At cost	539,262	392,949
Accumulated depreciation	(293,045)	(215,756)
Total motor vehicles	246,217	177,193
Computer equipment		
At cost	25,534	25,534
Accumulated depreciation	(7,512)	(1,129)
Total computer equipment	18,022	24,405
Leasehold Improvements		
At cost	2,505	2,505
Accumulated depreciation	(109)	(46)
Total leasehold improvements	2,396	2,459
Total property, plant and equipment	338,540	279,639

11 Trade and Other Payables

	2019	2018
Note	\$	\$
Trade payables	7,690	17,352
Superannuation payable	6,742	7,032
Payroll accrual	6,910	-
Other payables	2,535	21,026
PAYG payable	3,034	4,314
Total trade and other payables	26,911	49,724

Rosies Youth Mission Inc.

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Notes to the Financial Statements For the Year Ended 30 June 2019

12 Provisions

	2019	2018
	\$	\$
Provision for annual leave	34,115	26,363
Total provisions	34,115	26,363

13 Other Financial Liabilities

	2019	2018
	\$	\$
Funding received in advance	120,000	40,000
Total other financial liabilities	120,000	40,000

14 Contingencies

In the opinion of the members of the committee, the Association did not have any contingent assets or contingent liabilities at 30 June 2019 (30 June 2018:None).

15 Events after the end of the Reporting Period

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

16 Statutory Information

The registered office and principal place of business of the association is:

Rosies Youth Mission Inc.
109 North Road
Wynnum West QLD 4178

Rosies Youth Mission Inc.

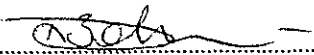
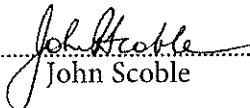
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Statement by Members of the Committee

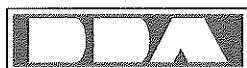
The Committee Members declare that in the Committee Members' opinion:

- there are reasonable grounds to believe that the association is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Associations Incorporation Act 1981 (QLD)*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Committee Member  Committee member 
PETER BOLTON John Scoble

Dated this 11 day of OCTOBER 2019



DICKFOS DUNN ADAM

AUDIT AND ASSURANCE

INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF ROSIES YOUTH MISSION INC.

Unqualified Auditor's Opinion

We have audited the financial report of Rosies Youth Mission Inc. (the association), which comprises the statement of financial position as at 30 June 2019, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the Committee's declaration.

In our opinion, the accompanying financial report is in accordance with Division 60 the *Australian Charities and Not-For-Profits Commission Act 2012* and the *Associations Incorporation Act 1981 (QLD)*, including:

- (i) Giving a true and fair view of the association's financial position as at 30 June 2019 and of its financial performance for the year then ended; and
- (ii) Complying with Australian Accounting Standards to the extent described in note 1 to the financial statements.

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 the association in accordance with the auditor independence requirements of division 60 of the *Australian Charities and Not-For-Profits Commission Act 2012* 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 the committee member's financial reporting responsibilities under Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012* and the *Associations Incorporation Act 1981 (QLD)*. 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 Committee Members for the Financial Report

The committee members of the association 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 Division 60 of the *Australian Charities and Not-For-Profits Commission Act 2012* and is appropriate to meet the needs of the members. The committees' responsibility also includes such internal control as 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.



**INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF
ROSIES YOUTH MISSION INC.**

In preparing the financial report, the committee are responsible for assessing the association'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 committee either intend to liquidate the association 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 judgement 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 association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee members
- Conclude on the appropriateness of the 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 association'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 association 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 committee members 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.

DICKFOS DUNN ADAM

Audit & Assurance

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Dated 17.10.2019

SOUTHPORT