

**THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION INC**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

**THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION INC**

**FINANCIAL REPORT**

**FOR THE YEAR ENDED 30 JUNE 2018**

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**INDEPENDENT AUDITOR'S REPORT  
TO THE COMMITTEE OF THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION (CONT)**

***Emphasis of Matter - 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 distribution to Committee Members for the purpose of satisfying the financial reporting requirements of the *Associations Incorporation Act 1985* and the needs of members. 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 Committee Member's are responsible for the other information. The other information comprises the Committee Member's Declaration, but does not include the financial report and the auditor's report thereon.

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

***Committee Member's Responsibility for the Financial Report***

The Committee Members of the Foundation are responsible for the preparation of the financial report that presents fairly in accordance with the accounting policies derived in Note 1 of the financial statements and the *Associations Incorporation Act 1985* and for such internal control as the Committee Members determine is necessary to enable the preparation of the financial report that presents fairly and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee Members are responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee Members either intend to liquidate the Foundation 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.

**INDEPENDENT AUDITOR'S REPORT  
TO THE COMMITTEE MEMBERS OF THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION**

***Qualified Opinion***

We have audited the financial report, being a special purpose financial report, of the Australian Professional Firefighters Foundation ("the Foundation"), which comprises the balance sheet as at 30 June 2018, the income statement, statement of changes in equity and statement of cash flows for the year then ended, notes to the accounts, and the statement by the Committee Members.

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 Australian Professional Firefighters Foundation:

- (i) presents fairly, in all material aspects, the Foundation's financial position as at 30 June 2018 and its financial performance for the year then ended; and
- (ii) complying with the accounting policies described in Note 1 to the financial statements and the *Associations Incorporation Act 1985*.

***Basis for Qualified Opinion***

The audit of the Foundation was completed by a different auditor for the year ended 30 June 2017. We have been unable to obtain sufficient appropriate audit evidence regarding the opening balances for the balance sheet as at 30 June 2017. Since opening balances enter into the determination of the financial performance and cash flows, we were unable to determine whether adjustments might have been necessary in respect of the surplus for the year reported in the income statement and the net cash flows from operating activities reported in the statement of cash flows.

We were unable to obtain sufficient appropriate audit evidence in relation to the existence of inventory as at 30 June 2018 due to our late appointment as auditors. We were therefore unable to verify the existence of inventory at balance date and therefore are unable to express an opinion on the value of inventory at year end.

As is common for not-for-profit organisations, it is not practicable for the Foundation to maintain an effective system of internal control over income including donations and fundraising activities until their initial entry into its financial records. Accordingly, our audit on the Foundation's income was limited to the amounts recorded in the financial records. We are therefore unable to express an opinion whether the income including donations and fundraising activities is complete.

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 Foundation 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 qualified opinion.

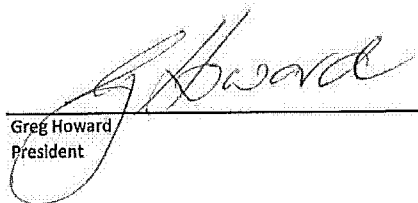
**THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION INC  
STATEMENT BY THE COMMITTEE FOR THE YEAR ENDED 30 JUNE 2018**

In the opinion of the Committee of the Australian Professional Firefighters Foundation Inc.

- (a) The Foundation is not a reporting entity
- (b) The financial report as set out on pages 2 to 8 presents fairly the results of the Foundation for the year ended 30 June 2018 and the state of affairs of the Foundation as at 30 June 2018.
- (c) As at the date of this statement there are reasonable grounds to believe that the Foundation is able to pay its debts as and when they fall due.
- (d) The financial report has been made out in accordance with applicable Australian Accounting Standards and other reporting requirements to the extent described in Note 1.

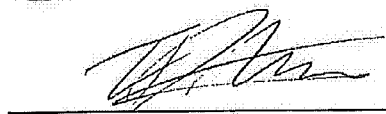
Since the end of the previous financial year, no committee member has or a firm of which the committee member is a member or a corporation in which the committee member has a substantial financial interest has received a payment or other benefit of a pecuniary value.

Signed in accordance with a resolution of the Australian Professional Firefighters Foundation Inc.



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Greg Howard  
President



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Josh D'Addino  
Treasurer

Dated: 8 April 2019

**THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION INC**  
**NOTES TO THE ACCOUNTS FOR YEAR ENDED 30 JUNE 2018**

NOTE I : Statement of Significant Accounting Policies (cont)

j) Prior Period Error

The audited financial report for the year ended 30 June 2017 contained an error, as inventory was not recorded at year end.

The following adjustment was made to the comparative 2017 column:

<b>Account</b>	<b>Reported</b>	<b>Adjustment</b>	<b>Restated</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Retained Earnings (1 July 2016)	(196,437)	(24,173)	(220,610)
Inventory	-	30,311	30,311
Purchases - Merchandise	13,447	(6,138)	7,309
Surplus / (Deficit)	(12,165)	6,138	(6,027)

**THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION INC**  
**NOTES TO THE ACCOUNTS FOR YEAR ENDED 30 JUNE 2018**

NOTE I : Statement of Significant Accounting Policies (cont)

d) Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

e) Property, Plant and Equipment

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated 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.

The depreciation rates used for each class of depreciable assets are:

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Plant and Equipment	10% to 33%

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

f) 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 three months or less.

g) 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 Foundation 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.

h) Inventories

Inventories are measured at the lower of cost and current replacement cost.

Inventories acquired at no cost, or for nominal consideration, are valued at the current replacement cost as at the date of acquisition.

i) Comparative Figures

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

**THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION INC  
NOTES TO THE ACCOUNTS FOR YEAR ENDED 30 JUNE 2018**

**NOTE I : Statement of Significant Accounting Policies**

The Australian Professional Firefighters Foundation Inc (the Foundation) commenced operations on 1 July 1999.

This financial report is a special purpose report in order to satisfy the financial reporting requirements of the *Associations Incorporations Act 1985*. The Committee has determined that the Foundation is not a reporting entity.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs unless otherwise stated in the notes. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial report does not include the disclosure requirements of Accounting Standards and Pronouncement having a material effect other than the following:

- AASB 101 *Presentation of Financial Statements*
- AASB 107 *Cash Flow Statements*
- AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*
- AASB 1048 *Interpretation and Application of Standards*

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

The following significant accounting policies have been adopted in the preparation and presentation of the financial report:

**a) Revenue**

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.

Donation income is recognised when the Foundation obtains control over the funds, which is generally at the time of receipt.

Interest revenue is recognised on an accrual basis taking into consideration the interest rate applicable to the financial assets.

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

**b) GST**

Revenues, expenses and assets are recognised net of the amount of any goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of an asset or as part of an item of expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability on the balance sheet.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and finance activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

**c) Charitable Donations Made**

Payments for charitable donations are recognised as an expense in the period in which they are incurred

**THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION INC**  
**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2018**

	2018	2017
	\$	\$
CASH FROM OPERATING ACTIVITIES		
Cash receipts from fundraising activities	213,214	225,255
Cash payments for charitable donations	(14,155)	(87,528)
Cash payments to suppliers and employees	(167,798)	(146,496)
Interest received	1,313	1,247
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>32,574</u>	<u>(7,522)</u>
NET DECREASE IN CASH HELD	32,574	(7,522)
Cash at beginning of the financial year	<u>168,531</u>	<u>176,053</u>
CASH AT END OF THE FINANCIAL YEAR	<u>201,105</u>	<u>168,531</u>

**THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION INC**  
**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2018**

	Note	Retained Earnings \$	Total \$
Balance at 1 July 2016 - Audited		196,437	196,437
Prior Period Error	1(j)	24,173	24,173
Balance at 1 July 2016 - Restated		<u>220,610</u>	<u>220,610</u>
Surplus / (loss) for the year		(6,027)	(6,027)
Balance at 30 June 2017		<u>214,583</u>	<u>214,583</u>
Surplus / (loss) for the year		15,260	15,260
Balance at 30 June 2018		<u>229,843</u>	<u>229,843</u>

**THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION INC**  
**BALANCE SHEET AS AT 30 JUNE 2018**

	2018	2017
	\$	\$
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and Bank		
Cash at bank and on hand	24,770	4,883
Merchandise account	3,545	1,037
Ball money/ Gala Event	40,998	33,510
FF Cancer Support and Wellness account	20,111	22,869
Shake the Boot account	45,355	41,253
Expense account	858	997
Entertainment Books account	7,090	6,532
RAP / Charity Golf	25	25
Term Deposit	52,644	51,476
Ride2 Climb	2,949	5,949
Future Fund	2,760	-
Total Cash and Bank	<u>201,105</u>	<u>168,531</u>
<b>Other Current Assets</b>		
Deposits paid	-	2,000
Stock on hand - merchandise	26,514	30,311
Loan - Ride2Climb	-	4,059
Workcover receivable	310	310
GST receivable	3,473	5,578
	<u>30,297</u>	<u>42,258</u>
<b>TOTAL CURRENT ASSETS</b>	<u><u>231,402</u></u>	<u><u>210,789</u></u>
<b>NON-CURRENT ASSETS</b>		
Shares in Fire Service Credit Union	10	10
Plant and Equipment - at cost	17,015	24,452
Less: Accumulated Depreciation	(13,706)	(18,835)
<b>TOTAL NON-CURRENT ASSETS</b>	<u>3,319</u>	<u>5,627</u>
<b>TOTAL ASSETS</b>	<u><u>234,721</u></u>	<u><u>216,416</u></u>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accrued expenses	3,000	-
Payroll liabilities	1,727	1,682
Sundry adjustments	151	151
<b>TOTAL CURRENT LIABILITIES</b>	<u>4,878</u>	<u>1,833</u>
<b>TOTAL LIABILITIES</b>	<u>4,878</u>	<u>1,833</u>
<b>NET ASSETS</b>	<u><u>229,843</u></u>	<u><u>214,583</u></u>
<b>EQUITY</b>		
Retained Earnings	229,843	214,583
<b>TOTAL EQUITY</b>	<u><u>229,843</u></u>	<u><u>214,583</u></u>

**THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION INC**  
**INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2018**

	2018	2017
	\$	\$
<b>INCOME</b>		
Donations and Memberships	101,143	122,389
Fundraising income	11,374	9,711
Winter Ball income	61,071	62,725
Interest received	1,313	1,247
Merchandise	5,992	8,506
Insurance claim - Fire truck pull injury	15,173	-
Miscellaneous income	2	-
	<u>196,068</u>	<u>204,578</u>
<b>EXPENDITURE</b>		
Bank fees and charges	172	189
Audit / Accounting fees	4,500	1,500
Camp TBA expenses	-	2,677
Donations	8,600	21,498
Donation - WCH	5,555	58,176
Depreciation	2,308	3,950
Winter Ball Expenses	51,634	40,485
Fire Truck Pull Injury	18,234	-
Fire Victims Assistance	4,211	7,527
Legal expense	-	750
Insurance	4,445	2,946
Members assistance	7,241	298
Member event expenses	3,636	-
Printing Postage and Stationery	4,803	1,745
Purchases - Fundraising	5,080	11,738
Purchases - Merchandise	8,797	7,309
R2C expenses	7,059	6,007
Telephone	1,275	2,077
Travel	71	-
Wages and salaries including oncosts	42,668	40,179
Website	519	796
Other expenses	-	758
	<u>180,808</u>	<u>210,605</u>
Surplus (loss) for the year	<u>15,260</u>	<u>(6,027)</u>

**INDEPENDENT AUDITOR'S REPORT  
TO THE COMMITTEE OF THE AUSTRALIAN PROFESSIONAL FIREFIGHTERS FOUNDATION (CONT)**

***Auditor's Responsibilities for the Audit of the Financial Report (cont)***

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 Foundation'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 Members' 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 Foundation'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 Foundation 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.

*Nexia Edwards Marshall*

Nexia Edwards Marshall  
Chartered Accountants



Damien Pozza  
Partner

Adelaide  
South Australia

8 April 2019