

Royal Guide Dogs for the Blind Association of Tasmania

Financial Report

For the Year Ended 30 June 2018

Royal Guide Dogs for the Blind Association of Tasmania

For the Year Ended 30 June 2018

CONTENTS

	<u>Page</u>
Financial Report	
Directors' Report	1
Directors' Declaration	6
Statement of Comprehensive Income	7
Statement of Financial Position	8
Statement of Changes in Equity	9
Statement of Cash Flows	10
Notes to the Financial Statements	11
Auditors Independence Declaration	22
Independent Audit Report	23

Royal Guide Dogs for the Blind Association of Tasmania

Directors' Report

30 June 2018

Your Directors present their report on the Company for the financial year ended 30 June 2018.

1. General information

(a) Directors

The names of each person who has been a Director during the year and to the date of this report are:

Names	Position	Appointed/Resigned
Mrs S Shoobridge	President	
Mr Scott Marston	Director	
Mrs Elaine Guy	Director	
Mr David Donato	Director	
Mr Andrew Hogan	Director	
Ms Debbie Schaffer	Representative Director	Resigned 15/6/2018
Ms Kym Georgiou	Representative Director	Appointed 18/6/2018

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

(b) Company secretary

The following person held the position of Company secretary at the end of the financial year:

- Mrs S Shoobridge from Nov 2016

(c) Principal Activities

The principal activities of the Company changed in the 2016/2017 financial year with the implementation of the staged merger with VisAbility Limited, which was approved by members at a Special General Meeting held 24 June 2016.

VisAbility Limited now provides the rehabilitation programs for vision impaired persons previously provided by the Company, while the Company has oversight of these programs through the establishment of key performance indicators for services provided.

Most of the assets, liabilities and staff of the Company were transferred to VisAbility Limited in the 2016/2017 financial year, while the Company retains ownership of the building at 164 Elizabeth Street, Hobart and some cash resources.

Objectives

The Company's objectives are to ensure that VisAbility Limited provides all services previously provided by the Company to vision impaired Tasmanians and to ensure that the service provision levels are increased.

Royal Guide Dogs for the Blind Association of Tasmania

Directors' Report

30 June 2018

1. General information continued

Strategy for achieving the objectives

To achieve these objectives, the Company entered into a Deed of Agreement with VisAbility Limited which sets out Service Key Performance Indicators which are monitored on a regular basis by the Company to ensure that the targets are being met.

Performance measures

The Service Key Performance Indicators include:

- Service hours provided for Assistive Technology, Orientation and Mobility and Activities of Daily Living;
- The number of National Disability Insurance Scheme plans;
- Hours of new services of Counselling and Support, Othoptics, Occupational Therapy (Adults) and Children's Therapy Services.

Members guarantee

Royal Guide Dogs for the Blind Association of Tasmania is a company limited by guarantee. In the event of, and for the purpose of winding up of the Company, the amount capable of being called up from each members and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$20 for members, subject to the provisions of the company's constitution.

At 30 June 2018 the collective liability of members was \$ 1,780 (2017: \$ 9,202).

2. Information on Directors

Mrs S Shoobridge	President, Secretary
Qualifications & Experience	Retired. Fellow of CPA Australia. Fellow of Australian Institute of Company Directors. Director since 2013.
Mr S Marston	Director.
Qualifications & Experience	Vice President since 22/2/15. CEO Earworx Pty Ltd. Director since 2012.
Mr D Donato	Director
Qualifications & Experience	Financial Planner, Strategic Financial Planning ADFS. Director since December 2012.
Mrs E Guy	Director
Qualifications & Experience	Finance Manager Contract Electrical. Honorary Life Member, Guide Dogs Tasmania. Director since 2011.
Mr A Hogan	Director
Qualifications & Experience	National President - Optometry Australia. Optometrist, OPSM Group Pty Ltd. Director since April 2014.

Royal Guide Dogs for the Blind Association of Tasmania

Directors' Report

30 June 2018

2. Information on Directors continued

Ms D Schaffer Director
Qualifications & Experience Chair of VisAbility since 2011 and VisAbility Board member since 2006.
Representative Director since July 2016 to 15 June 2018.

Ms K Georgiou Director
Qualifications & Experience Speech Pathologist, Churchill Scholar and published researcher.
VisAbility Board member since 2015, Vice-Chair since 2016.
Representative director since 18 June 2018.

Meetings of directors

During the financial year, 6 meetings of directors were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Mrs S Shoobridge	5	5
Mr S Marston	5	5
Mrs E Guy	5	4
Mr D Donato	5	4
Mr A Hogan	5	4
Ms D Schaffer	5	1
Ms K Georgiou	-	-

3. Operating Results and Review of Operations for the Year

(a) Operating Results

The net surplus/(deficit) from ordinary activities amounted to \$6,163 (2017: \$(4,986,399)).

The total comprehensive income from ordinary activities amounted to \$196,678 (2017: \$(4,986,399)).

Royal Guide Dogs for the Blind Association of Tasmania

Directors' Report

30 June 2018

4. Other items

(a) Significant Changes in State of Affairs

No significant changes in the Company's state of affairs occurred during the financial year.

(b) After Balance Date Events

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

(c) Future developments

The Company and VisAbility Limited will work together for a period of five years (commencing 2016/2017), and a full merger with VisAbility Limited will take place if the Service Key Performance Indicators set for the end of that period have been achieved at that time, or sooner if those targets are met within the five year period. VisAbility Limited continue to exceed service key performance indicators.

5. Indemnifying Officers or Auditors

During the financial year, the company paid a premium in respect of a contract insuring the directors of the company, the company secretary, and all executive officers of the company and of any related body corporate against a liability incurred as such a director, secretary or executive officer to the extent permitted by *the Corporations Act 2001*. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium. The company has not otherwise, during or since the financial year, indemnified or agreed to indemnify an officer or auditor of the company or any related body corporate against a liability as such officer or auditor.

6. Proceedings on Behalf of Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings. The Company was not a party to any such proceedings during the year.

Royal Guide Dogs for the Blind Association of Tasmania

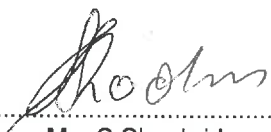
Directors' Report

30 June 2018

7. Auditor's Independence Declaration

The Auditors independence declaration for the year ended 30 June 2018 has been received and can be found on page 22 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director:

Mrs S Shoobridge

Dated this *9th* day of *October* 2018.

Royal Guide Dogs for the Blind Association of Tasmania


Directors' Declaration - per section 60.15 of the Australian Charities and Not-for-profits Commission Regulation 2013



The Directors declare that in the Director's opinion:

1. The financial report and notes are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)* and:
 - (a) that there are reasonable grounds to believe that the Royal Guide Dogs for the Blind Association of Tasmania is able to pay all of its debts, as and when they become due and payable; and
 - (b) the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)*.

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

Signed in accordance with a resolution of the Directors.

Director 
Mrs S Shoobridge

Dated this  of  2018.

Royal Guide Dogs for the Blind Association of Tasmania

Statement of Comprehensive Income

For the Year Ended 30 June 2018

	Note	2018 \$	2017 \$
Income			
Donations from bequests		433,914	328,590
Grant income		60,500	11,167
Interest income		4,367	4,591
Total income		<u>498,781</u>	<u>344,348</u>
Less: expenses			
Donations from bequests - Transfer to VisAbility Limited		368,827	279,301
Depreciation and amortisation		39,448	50,008
Impairment of Buildings		-	320,000
Other expenses		32,918	5,838
Transfer to VisAbility Limited	3	-	4,675,600
Grant income - Transfer to VisAbility Limited		51,425	-
Total expenses		<u>492,618</u>	<u>5,330,747</u>
Net surplus/(deficit) for the year		<u>6,163</u>	<u>(4,986,399)</u>
Other comprehensive income for the year			
Reversal of impairment		190,515	-
Total comprehensive income for the year		<u>196,678</u>	<u>(4,986,399)</u>

The accompanying notes form part of these financial statements.

Royal Guide Dogs for the Blind Association of Tasmania

Statement of Financial Position

For the Year Ended 30 June 2018

	Note	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	630,677	721,405
Trade and other receivables	5	60,500	-
TOTAL CURRENT ASSETS		<u>691,177</u>	<u>721,405</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	1,779,709	1,499,157
TOTAL NON-CURRENT ASSETS		<u>1,779,709</u>	<u>1,499,157</u>
TOTAL ASSETS		<u>2,470,886</u>	<u>2,220,562</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	215,843	162,197
TOTAL CURRENT LIABILITIES		<u>215,843</u>	<u>162,197</u>
NON-CURRENT LIABILITIES		-	-
TOTAL LIABILITIES		<u>215,843</u>	<u>162,197</u>
NET ASSETS		<u>2,255,043</u>	<u>2,058,365</u>
EQUITY			
Asset revaluation reserve		195,900	325,385
Accumulated surpluses		2,059,143	1,732,980
TOTAL EQUITY		<u>2,255,043</u>	<u>2,058,365</u>

The accompanying notes form part of these financial statements.

Royal Guide Dogs for the Blind Association of Tasmania

Statement of Changes in Equity

For the Year Ended 30 June 2018

2018

	Asset Revaluation Reserve	Accumulated Surpluses	Total
	\$	\$	\$
Balance at 1 July 2017	325,385	1,732,980	2,058,365
Net surplus/(deficit) for the year	-	6,163	6,163
Transfer of impairment	(320,000)	320,000	-
Reversal of impairment	190,515	-	190,515
Balance at 30 June 2018	<u>195,900</u>	<u>2,059,143</u>	<u>2,255,043</u>

2017

	Asset Revaluation Reserve	Accumulated Surpluses	Total
	\$	\$	\$
Balance at 1 July 2016	325,385	6,719,379	7,044,764
Net surplus/(deficit) for the year	-	(4,986,399)	(4,986,399)
Balance at 30 June 2017	<u>325,385</u>	<u>1,732,980</u>	<u>2,058,365</u>

The accompanying notes form part of these financial statements.

Royal Guide Dogs for the Blind Association of Tasmania

Statement of Cash Flows

For the Year Ended 30 June 2018

	2018	2017
Note	\$	\$
CASH FROM OPERATING ACTIVITIES:		
Payments to suppliers and employees	(179,158)	137,993
Grants received	-	82,549
Bequests received	450,667	328,590
Interest received	4,367	1,686
Donations from bequests - Transfer to VisAbility Limited	(366,604)	(279,301)
Net cash provided by/(used in) operating activities	<u>(90,728)</u>	<u>271,517</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
	-	-
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayments of loans	-	(60,433)
Transfer to VisAbility	-	(1,772,061)
Net cash used by financing activities	<u>-</u>	<u>(1,832,494)</u>
Net cash increase/(decreases) in cash and cash equivalents	(90,728)	(1,560,977)
Cash and cash equivalents at beginning of year	721,405	2,282,382
Cash and cash equivalents at end of financial year	4 <u>630,677</u>	<u>721,405</u>

The accompanying notes form part of these financial statements.

Royal Guide Dogs for the Blind Association of Tasmania

Notes to the Financial Statements

For the Year Ended 30 June 2018

This financial report is for the Royal Guide Dogs for the Blind Association of Tasmania as an individual entity, incorporated and domiciled in Australia. Royal Guide Dogs for the Blind Association of Tasmania is a Company limited by guarantee.

1 Summary of Significant Accounting Policies

Basis of Preparation

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)*. The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in the financial report containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of this financial report is presented below and have been consistently applied unless otherwise stated.

This financial report, except for the cash flow information, has been prepared on a accrual basis, 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 amounts presented within the financial statements have been rounded to the nearest dollar.

(a) Comparative Figures

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

(b) 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 3 months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

(c) Property, Plant and Equipment

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

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed periodically, at least every 5 years, or whenever there is a material movement in the value of an asset under the revaluation model. An independent valuer's opinion of land and buildings was obtained as at 30 June 2016 by Knight Frank.

Royal Guide Dogs for the Blind Association of Tasmania

Notes to the Financial Statements

For the Year Ended 30 June 2018

1 Summary of Significant Accounting Policies continued

(c) Property, Plant and Equipment continued

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

The depreciable amount of all fixed assets is depreciated on a straight-line basis over the asset's useful life to the Company commencing from the time the asset is held ready for use.

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

Class of Fixed Asset

Buildings	3.30%
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(d) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is the equivalent to the date that the Company commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transactions costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

Financial Assets

Financial assets are divided into the following categories which, where applicable, 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.

Royal Guide Dogs for the Blind Association of Tasmania

Notes to the Financial Statements

For the Year Ended 30 June 2018

1 Summary of Significant Accounting Policies continued

(d) Financial Instruments continued

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.

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 Company's trade and most other receivables fall into this category of financial instruments.

Significant receivables are considered for impairment on an individual asset basis when they are past due at the reporting date or when objective evidence is received that a specific counterparty will default.

The amount of the impairment is the difference between the net carrying amount and the present value of the future expected cash flows associated with the impaired receivable.

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 Company'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 surplus or deficit.

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.

The Company's financial liabilities include trade and other payables, which are measured at amortised cost using the effective interest rate method.

Impairment

At each reporting date, the Company assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the Statement of Comprehensive Income.

Royal Guide Dogs for the Blind Association of Tasmania

Notes to the Financial Statements

For the Year Ended 30 June 2018

1 Summary of Significant Accounting Policies continued

(e) 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 Company 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.

(f) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(g) Leases

All leases have been transferred to VisAbility Limited under the agreement commencing 2016/2017.

(h) Income Tax

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

(i) Revenue and Other Income

Interest revenue is recognised over the period in which the funds were invested.

Donations and bequests are recognised as revenue when received.

Non-reciprocal grant revenue is recognised in surplus or deficit when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably. If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

(j) 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 statement of financial position are shown inclusive of GST.

2 Critical Accounting Estimates and Judgements

The Directors make estimates and judgements during the preparation of this financial report regarding assumptions about current and future events affecting transactions and balances.

Royal Guide Dogs for the Blind Association of Tasmania

Notes to the Financial Statements

For the Year Ended 30 June 2018

2 Critical Accounting Estimates and Judgements continued

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 judgements - Fair value

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

The company is required to classify all assets and liabilities, measured at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being: Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date; Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and Level 3: Unobservable inputs for the asset or liability. Considerable judgement is required to determine what is significant to fair value and therefore which category the asset or liability is placed in can be subjective.

3 Merger with VisAbility from 1 July 2016

At a Special General Meeting of Guide Dogs Tasmania held on Friday 24 June 2016, members agreed to a merger between Guide Dogs Tasmania and VisAbility, formerly the Association for the Blind of Western Australia. VisAbility specialises in the support of people who are blind or vision impaired, assisting people across a range of ages and disabilities in their homes, at school or work and in the broader community.

Given the decision to merge an assessment has been made of the carrying values of assets and liabilities. Effective at the date of the decision items of Plant and Equipment have been derecognised in accordance with AASB 116 Property, Plant and Equipment. Financial assets are recorded at fair value less the cost of sale, being equivalent to the fair value measurement at 30 June 2016. Effective 1 July 2016 the following assets and liabilities transferred to VisAbility.

Royal Guide Dogs for the Blind Association of Tasmania

Notes to the Financial Statements

For the Year Ended 30 June 2018

3 Merger with VisAbility from 1 July 2016 continued

	2017
	\$
Assets	
Cash and cash equivalents	1,782,382
Trade and other receivables	89,558
Other financial assets	3,004,390
Inventories	6,156
Total Assets Transferred	<u>4,882,486</u>
Liabilities	
Trade and other payables	77,014
Employee benefits	87,635
Financial liabilities	42,237
Total Liabilities Transferred	<u>206,886</u>
Total Net Assets Transferred	<u>4,675,600</u>

All services previously provided by Guide Dogs Tasmania continue in VisAbility from 1 July 2016. Counselling services, orthoptics and occupational therapy for adults and children have commenced and will expand further within the next five years.

The Guide Dogs Tasmania brand will continue as part of the collaboration, however this will be licensed to VisAbility. Guide Dogs Tasmania retained the Land and Buildings.

4 Cash and Cash Equivalents

	2018	2017
	\$	\$
Cash at bank	630,677	721,405
	<u>630,677</u>	<u>721,405</u>

5 Trade and Other Receivables

	2018	2017
	\$	\$
Trade receivables	60,500	-
	<u>60,500</u>	<u>-</u>

Royal Guide Dogs for the Blind Association of Tasmania

Notes to the Financial Statements

For the Year Ended 30 June 2018

6 Property, Plant and Equipment

	2018	2017
	\$	\$
LAND AND BUILDINGS		
Land		
At valuation	500,000	500,000
Total land	<u>500,000</u>	<u>500,000</u>
Building		
At valuation	1,515,400	1,515,400
Accumulated depreciation	(235,691)	(196,243)
Provision for impairment	-	(320,000)
Total buildings	<u>1,279,709</u>	<u>999,157</u>
Total land and buildings	<u>1,779,709</u>	<u>1,499,157</u>
Total property, plant and equipment	<u>1,779,709</u>	<u>1,499,157</u>

The Guide Dogs building at 164 Elizabeth Street, Hobart was substantially refurbished during the 2016 year, however there were a number of physical problems which arose since the refurbishment, which meant that a portion of the building had to be vacated, pending remedial work. This matter was resolved in the current year with the remedial work costing \$129,485, previously estimated at \$320,000.

(a) Movements in carrying amounts of property, plant and equipment

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land	Buildings	Total
	\$	\$	\$
Year ended 30 June 2018			
Balance at the beginning of year	500,000	999,157	1,499,157
Additions	-	129,485	129,485
Depreciation	-	(39,448)	(39,448)
Reversal of impairment	-	190,515	190,515
Balance at the end of the year	<u>500,000</u>	<u>1,279,709</u>	<u>1,779,709</u>

Royal Guide Dogs for the Blind Association of Tasmania

Notes to the Financial Statements

For the Year Ended 30 June 2018

7 Trade and Other Payables

	2018	2017
	\$	\$
Trade and other payables	215,843	162,197
	<u>215,843</u>	<u>162,197</u>

8 Financial Risk Management

The Company's financial instruments consist mainly of deposits with banks, short-term investments, accounts receivable and payable.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	Note	2018	2017
		\$	\$
Financial Assets			
Cash at bank and on hand	4	630,677	721,405
Trade and other receivables	5	60,500	-
Total financial assets		<u>691,177</u>	<u>721,405</u>
Financial Liabilities			
Trade and other payables	7	215,843	162,197
Total financial liabilities		<u>215,843</u>	<u>162,197</u>

Royal Guide Dogs for the Blind Association of Tasmania

Notes to the Financial Statements

For the Year Ended 30 June 2018

9 Fair Value Measurement

Fair value hierarchy

AASB 13 *Fair Value Measurement* requires all assets and liabilities measured at fair value to be assigned to a level in the fair value hierarchy as follows:

- Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 Unobservable inputs for the asset or liability.

The table below shows the assigned level for each asset and liability held at fair value by the company:

	Level 1		Level 2		Level 3	
	2018	2017	2018	2017	2018	2017
Land and buildings	\$ -	\$ -	\$ 2,015,400	\$ 2,015,400	\$ -	\$ -

Royal Guide Dogs for the Blind Association of Tasmania

Notes to the Financial Statements

For the Year Ended 30 June 2018

10 Key Management Personnel Disclosures

The total of remuneration paid to key management personnel of Royal Guide Dogs for the Blind Association of Tasmania during the year was \$nil (2017: \$nil).

11 Related Party Transactions

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

12 Capital and Leasing Commitments

There are no capital or leasing commitments as at reporting date to be disclosed.

13 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$20 each towards meeting any outstandings and obligations of the Company. At 30 June 2018 the number of members was 89 (2017: 460). Each joint member is now counted individually.

14 Auditors' Remuneration

	2018	2017
	\$	\$
Remuneration of Auditors of the Company for:		
- Auditing and reviewing the financial statements	1,900	5,700
- Compilation of the financial statements	1,030	1,250

15 Contingent Liabilities and Contingent Assets

There are no contingent liabilities or contingent assets as at reporting date to be disclosed.

16 Events After the End of the Reporting Period

There are no events after the balance date affecting this financial report to be disclosed.

Royal Guide Dogs for the Blind Association of Tasmania

Notes to the Financial Statements

For the Year Ended 30 June 2018

17 Company Details

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

Royal Guide Dogs for the Blind Association of Tasmania
164 Elizabeth Street
HOBART TAS 7000

Royal Guide Dogs for the Blind Association of Tasmania

Auditors Independence Declaration under Section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 (Cth)

To the Directors of the Royal Guide Dogs for the Blind Association of Tasmania

I declare that, to the best of my knowledge and belief there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct;

in relation to our audit for the year ended 30 June 2018.


Crowe Horwath Tasmania


Alison Flakemore
Senior Partner

Dated this 4th day of October 2018.
Hobart, Tasmania.

Royal Guide Dogs for the Blind Association of Tasmania

Independent Audit Report to the members of Royal Guide Dogs for the Blind Association of Tasmania

Opinion

We have audited the financial report of Royal Guide Dogs for the Blind Association of Tasmania (the Association), which comprises the statement of financial position as at 30 June 2018, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the Directors' Declaration.

In our opinion, the accompanying financial report of the Association has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)*, including:

- giving a true and fair view of the Association's financial position as at 30 June 2018 and of its financial performance and cash flows for the year then ended; and
- complying with Australian Accounting Standards - Reduced Disclosure Requirements, and Division 60 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 the Company 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.

Other Information

The Directors are responsible for the other information. The other information comprises the Directors' Report the year ended 30 June 2018, 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, 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.

Royal Guide Dogs for the Blind Association of Tasmania

Independent Audit Report to the members of Royal Guide Dogs for the Blind Association of Tasmania Responsibilities of the Board for the Financial Report

The Board is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the applicable legislation and for such internal control as the Board determines 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.

In preparing the financial report, the Board is 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 Board either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.

The Board are responsible for overseeing the Company's financial reporting process.

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.

Royal Guide Dogs for the Blind Association of Tasmania

Independent Audit Report to the members of Royal Guide Dogs for the Blind Association of Tasmania

- 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Director'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 Company'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 Company 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 Board 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 the audit.



Crowe Horwath Tasmania



Alison Flakemore
Senior Partner

Dated this 10th day of October 2018.

Hobart, Tasmania.