

ROLDA Inc

Financial Statements

For the Year Ended 30 June 2021

ROLDA Inc

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For the Year Ended 30 June 2021

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ROLDA Inc

**Committees' Report
For the Year Ended 30 June 2021**

The Committee presents its report on ROLDA Inc for the financial year ended 30 June 2021.

Committee members

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

- Sarah Chambers
- Gemma Hebden
- Dana Costin
- Andy Vennells
- Jackie Ross
- Leanne Young

Principal activities

The principal activity of the Association for the year ended 30 June 2021 was fundraising to support two dog shelters that provide humane solutions to the homeless dog problem in Romania.

Operating result

The profit of the Association for the financial year after providing for income tax amounted to \$ 6,298 (2020: Adjusted \$29,250)


Review of operations

A review of the operations of the Association during the financial year and the results of those operations show a profit of \$6,298. The association transferred \$20,316 during the year to the Romanian dog shelters that it supports.

Events after the reporting date

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.

Signed in accordance with a resolution of the Committee:

Committee Member: 
Dana Costin

Text

Committee Member: 
Sarah Chambers

Dated this 21st day of December 2021

ROLDA Inc

Auditor's Independence Declaration under Section 60-40 of the Charities and Not-for-profits Commission Act 2012 to the Responsible Persons of ROLDA Inc

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2021, 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.

[Enter place of signing]

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2021

	Note	2021 \$	2020 Restated \$
Other income	3	187,451	158,694
Accounting fees		(11,465)	(12,251)
Bank charges		(1,860)	(886)
Consulting and professional fees		(13,821)	(20,967)
Transfers to ROLDA Romania		(20,316)	-
Fees and permits		(1,200)	(1,300)
Postage		(16,930)	(38,248)
Printing and stationery		(113,549)	(55,280)
Subscriptions		(2,012)	(338)
Profit before income tax		6,298	29,424
Income tax expense		-	(174)
Profit for the year		6,298	29,250
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		6,298	29,250

Statement of Financial Position
As At 30 June 2021

	Note	2021 \$	2020 Restated \$	1 July 2019 Restated \$
ASSETS				
CURRENT ASSETS				
Cash at Bank	5	25,697	5,725	22,454
TOTAL CURRENT ASSETS		25,697	5,725	22,454
TOTAL ASSETS		25,697	5,725	22,454
LIABILITIES				
CURRENT LIABILITIES				
Trade Creditors	6	69,870	56,196	98,997
Current tax liabilities	2	-	-	3,178
TOTAL CURRENT LIABILITIES		69,870	56,196	102,175
TOTAL LIABILITIES		69,870	56,196	102,175
NET LIABILITIES		(44,173)	(50,471)	(79,721)
EQUITY				
Accumulated losses		(44,173)	(50,471)	(79,720)
TOTAL EQUITY		(44,173)	(50,471)	(79,720)

The accompanying notes form part of these financial statements.

Statement of Changes in Equity
For the Year Ended 30 June 2021

	Accumulated Losses	Total
	\$	\$
Balance at 1 July 2020	(50,471)	(50,471)
Profit for the financial year	6,298	6,298
Balance at 30 June 2021	(44,173)	(44,173)

	Accumulated Losses	Total
	\$	\$
Balance at 1 July 2019	(70,192)	(70,192)
Adjustment due to prior year error	(9,529)	(9,529)
Balance at 1 July 2019 restated	(79,721)	(79,721)
Profit for the financial year	29,250	29,250
Balance at 30 June 2020	(50,471)	(50,471)

2(h)

Statement of Cash Flows
For the Year Ended 30 June 2021

	2021	2020 Restated
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	187,447	158,685
Payments to suppliers and consultants	(167,479)	(172,244)
Interest received	4	8
Income taxes paid	-	(3,178)
Net cash provided by/(used in) operating activities	8 <u>19,972</u>	<u>(16,729)</u>
Net increase/(decrease) in cash and cash equivalents held	19,972	(16,729)
Cash and cash equivalents at beginning of year	5,725	22,454
Cash and cash equivalents at end of financial year	5 <u>25,697</u>	<u>5,725</u>

Notes to the Financial Statements

For the Year Ended 30 June 2021

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

The principal activity of the Association for the year ended 30 June 2021 was fundraising to support two dog shelters that provide humane solutions to the homeless dog problem in Romania.

The functional and presentation currency of ROLDA Inc is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the opinion of those charged with Governance 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*

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) Revenue and other income

Other income

Other income is recognised on an accruals basis when the Association is entitled to it. Other income consists primarily of donations.

(b) Income Tax

The income tax expense (revenue) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the end of the reporting year. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

(c) Goods and services tax (GST)

The association is not registered for GST. As a result, revenue, expenses and assets are recognised inclusive of the amount of goods and services tax (GST) as GST is not payable to, nor 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.

(d) 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.

Notes to the Financial Statements For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

(e) Financial instruments

Financial instruments are recognised initially on the date that the Association becomes party to the contractual provisions of the instrument.

Financial liabilities

The Association measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Association comprise trade payables.

(f) Going concern

The financial statements have been prepared on a going concern basis which contemplates that the Association will continue to meet its commitments and can therefore continue normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

For the year ended 30 June 2021, the association reported a profit after tax for the year of \$6,298 (2020: adjusted profit of \$29,250). In the same period, the association had operating cash inflows totalling \$19,972 (2020: outflows totalling \$16,729). At 30 June 2021, the Association reported a deficiency in net assets of \$44,173 (2020: adjusted deficiency of \$50,471).

A review of the operations of the Association during the financial year and the results of those operations show a profit of \$6,298. The Association transferred \$20,316 during the year to the Romanian dog shelters that it supports. The Association also continued to support the Romanian dog shelters through the continued reimbursement of consultancy costs that would otherwise be incurred directly by the Romanian association.

The Committee members are aware of the need to return the Association to a positive net asset financial position. The Association has adopted a marketing plan set towards an increase in its donor base with a view to increasing its donation income. The plan includes a house mailing programme, along with a continuation of cash inflows through pre-existing direct debit gift contributions. The Association continues to actively review its operating costs as a result of a significant increase during the year ended 30 June 2021. Operating costs in 2022 will include a cold mailing program that is required to replenish donor mailing files and generate more donations to sustain the running costs of the Association. The Committee will rely upon the support of its creditors during the next 12 months, and expects to reduce its debt position during the year as a result of the above financial initiatives.

Accessing new donors, and retaining existing donors, is always uncertain and this may give rise to a material uncertainty in regards to the ability to raise additional funds. After taking into account the various funding and cost-saving options available, the Committee has a reasonable expectation that the Association will be successful with future financial initiatives and, as a result, will have adequate resources to fund its future operational requirements. For these reasons it continues to adopt the going concern basis in preparing the financial report.

Should the Association be unable to continue as a going concern, it may be required to realise its assets and liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability or classification of recorded asset amounts nor to the amounts or classification of liabilities that might be necessary should the Association not be able to continue as a going concern.

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

(g) Adoption of new and revised accounting standards

The Association has adopted all standards which became effective for the first time at 30 June 2021. The adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Association.

(h) Retrospective restatement

In accordance with Australian Accounting Standard AASB108 Accounting Policies, Changes in Accounting Estimates and errors, the Association has amended its prior year comparatives as a result of the identification of invoices pertaining to prior years which had not been accounted for in the 2019 and 2020 financial years.

The aggregate effect of the restatement on the financial statements for the year ended 30 June 2019 is as follows:

	Previously stated \$	30 June 2019 Adjustments \$	Restated \$
Statement of Profit or Loss and Other Comprehensive Income (extract)			
Postage	56,530	9,529	66,059
Net Loss	(75,571)	(9,529)	(85,100)
Statement of Financial Position (extract)			
Accrued expenses	-	9,529	9,529
Retained earnings	(70,192)	(9,529)	(79,721)

The aggregate effect of the restatement on the financial statements for the year ended 30 June 2020 is as follows:

	Previously stated \$	30 June 2020 Adjustments \$	Restated \$
Statement of Profit or Loss and Other Comprehensive Income (extract)			
Postage	28,250	9,998	38,248
Net Profit	39,248	(9,998)	29,250
Statement of Financial Position (extract)			
Accrued expenses (restated per above)	16,529	9,998	26,527
Retained earnings (restated per above)	(40,473)	(9,998)	(50,471)

3 Revenue and Other Income

	2021 \$	2020 \$
Other Income		
- interest income	4	8
- donations	187,447	158,685
	<u>187,451</u>	<u>158,693</u>

Notes to the Financial Statements

For the Year Ended 30 June 2021

4 Result for the Year

The result for the year includes the following specific expenses:

	2021	2020
	\$	\$
Consulting and professional fees	13,821	20,967
Transfers to ROLDA Romania	20,316	-

5 Cash and Cash Equivalents

	2021	2020
	\$	\$
Cash at bank and in hand	25,697	5,725
	<u>25,697</u>	<u>5,725</u>

6 Trade and Other Payables

	2021	2020 Restated
	\$	\$
CURRENT		
Trade payables	57,058	29,669
Accrued expenses	12,812	26,527
	<u>69,870</u>	<u>56,196</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

7 Contingencies

In the opinion of those charged with governance, the Association did not have any contingencies at 30 June 2021 (30 June 2020: None).

8 Cash Flow Information

Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2021	2020 Restated
	\$	\$
Profit for the year	6,298	29,250
Cash flows excluded from profit attributable to operating activities		
Changes in assets and liabilities:		
- increase/(decrease) in trade and other payables	13,674	(42,802)
- increase/(decrease) in income taxes payable	-	(3,177)
Cashflows from operations	<u>19,972</u>	<u>(16,729)</u>

ROLDA Inc

Notes to the Financial Statements
For the Year Ended 30 June 2021

9 Statutory Information

The registered office of the Association is:

Suite 10

424 Gympie Road

STRATHPINE QLD 4500

Committee Members' Declaration


The committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.


In the opinion of the committee the financial report as set out on pages 3 to 11 satisfies the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* including:

1. complying with Accounting Standards as described in Note 2 to the financial statements and the *Australian Charities and Not-for-profits Commission Regulation 2013*; and
2. presenting fairly the financial position of ROLDA Inc as at 30 June 2021 and its performance for the year ended on that date.

At the date of this statement, there are reasonable grounds to believe that ROLDA Inc will be able to pay its debts as and when they fall due with the continuing support of creditors.

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:

Committee member

Dana Costin

Committee member

Sarah Chambers

Dated this 21st day of December 2021

ROLDA Inc

Independent Audit Report to the members of ROLDA Inc

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of ROLDA Inc, which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other 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 committee members' declaration.

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

- (i) giving a true and fair view of the Registered Entity's financial position as at 30 June 2021 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of 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 Registered Entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (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 Registered Entity's financial reporting responsibilities under the ACNC Act. 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 Responsible Entities for the Financial Report

The responsible persons of the Registered Entity 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 the ACNC Act and the needs of the members. The responsible entities' responsibility also includes such internal control as the responsible entities 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.

In preparing the financial report, the responsible persons are responsible for assessing the Registered Entity's ability to

ROLDA Inc

Independent Audit Report to the members of ROLDA Inc

continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the responsible entities either intend to liquidate the Registered Entity or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 the financial report.

Location