

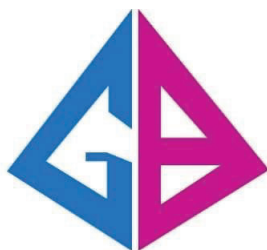


**Returned and Services League of Australia (Qld Branch)
Cairns Sub Branch Inc**

ABN 32 438 826 190

Annual Report – 31 December 2023

Audited by:



GRUBERS BECKETT
Chartered Accountants

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc

Officers' report 31 December 2023

The officers present their report, together with the financial statements, on the Association for the year ended 31 December 2023.

Officers

The following persons were Committee members of the Association during the whole of the financial year and up to the date of this report, unless otherwise stated:

President – Nathan Shingles

Treasurer – Paul Walker from 18 June 2023

Ben Hemphill up to 18 June 2023

Board Directors

Neil Turnbull – Vice President Appointed 11 July 2023

Gillian Bryant – 2nd Vice President Appointed 13 October 2023

Craig Maher

Rob Lee

Peter Blackwell appointed 18 June 2023 Resigned July 2023

Paul Walker - Casual director Appointed 21 March 2023

Graeme Kelly – Casual director Appointed 21 March 2023

Secretary – Lucy Cahill

Principal activities

During the financial year, the principal continuing activities of the Association consisted of service to past, present and future Australian Defence Force personnel and the greater Cairns community. Through advocacy, welfare services, volunteering and our Hall Kokoda Museum, the Association works to provide assistance to all serving and former serving members and their families.

Review of operations

The outcome of operations for the Association before provision and amortisation expenses for the year was a profit of \$74,688 (2022 loss of \$52,875). The Association is exempt from income tax under Section 50.5 of the *Income Tax Assessment Act 1997*.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Association during the financial year.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the Association's operations, the results of those operations, or the Association's state of affairs in future financial years.

Likely developments and expected results of operations

Information on likely developments in the operations of the Association and the expected results of operations have not been included in this report because the officers believe it would be likely to result in unreasonable prejudice to the Association.

Environmental regulation

The Association is not subject to any significant environmental regulation under Australian Commonwealth or State law.

Indemnity and insurance of officers

The Association has indemnified the officers and executives of the Association for costs incurred in their capacity as an officer or executive, for which they may be held personally liable, except where there is a lack of good faith.

During the financial year, the Association paid a premium in respect of a contract to insure the officers and executives of the Association against a liability 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.

Indemnity and insurance of auditor

The Association has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Association or any related entity against a liability incurred by the auditor.

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc

Officers' report 31 December 2023

During the financial year, the Association has not paid a premium in respect of a contract to insure the auditor of the Association or any related entity.

Proceedings on behalf of the Association

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Association, or to intervene in any proceedings to which the Association is a party for the purpose of taking responsibility on behalf of the Association for all or part of those proceedings.

Auditor's independence declaration

A copy of the auditor's independence declaration is set out immediately after this officers' report.

This report is made in accordance with a resolution of officers.

On behalf of the Committee

DocuSigned by:

Nathan Snings

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Nathan Snings
President

Dated this...7th...day of March 2024
Cairns

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc

Auditor's Independence Declaration

31 December 2023

31 December 2023

I declare that, to the best of my knowledge and belief, in relation to the audit of Returned and Services League of Australia (QLD Branch) Cairns Sub-Branch Inc for the year ended 31 December 2023 there have been;

- a) no contraventions of the auditor independence requirements as set out in the Associations Incorporation Act (QLD) in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

Name of Firm: GRUBERS BECKETT
Chartered Accountants

Name of Partner: 
.....
Alfred C. Gruber

Address: 1-3/20 Lake Street
Cairns QLD 4870

Dated this.....7th.....day of March 2024

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc



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General information

The financial statements cover Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc as an individual entity. The financial statements are presented in Australian dollars, which is Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc 's functional and presentation currency.

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc is an Association incorporated under the *Associations Incorporation Act (Qld)* in Australia. Its registered office and principal place of business are:

Registered office

Level 1
115 – 119 The Esplanade
Cairns Qld 4870

Principal place of business

Level 1
115 – 119 The Esplanade
Cairns Qld 4870

A description of the nature of the Sub Branch's operations and its principal activities are included in the officers' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of officers. The officers have the power to amend and reissue the financial statements.

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc**Statement of profit or loss and other comprehensive income
For the year ended 31 December 2023**

	Note	2023 \$	2022 \$
Revenue	3	611,969	513,314
Other income		-	-
Expenses			
Changes in inventories		(305)	(3,770)
Raw materials and consumables used		(242,712)	(268,221)
Employee benefits expense		(188,773)	(209,839)
Depreciation		(4,676)	(2,765)
Other expenses		(100,815)	(81,593)
		<u>(537,281)</u>	<u>(566,189)</u>
Profit/(loss) from operations		74,688	(52,875)
Less: Amortisation and development expenses		(157,194)	(157,194)
Profit/(Loss) before income tax expense		(82,506)	(210,069)
Income tax expense		<u>-</u>	<u>-</u>
Profit/(Loss) after income tax expense for the year attributable to the members of Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc		(82,506)	(210,069)
Other comprehensive income for the year, net of tax		<u>-</u>	<u>-</u>
Total comprehensive income for the year attributable to the members of Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc		<u><u>(82,506)</u></u>	<u><u>(210,069)</u></u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc


Statement of financial position
As at 31 December 2023

	Note	2023 \$	2022 \$
Assets			
Current assets			
Cash and cash equivalents	6	976,224	785,288
Trade and other receivables	7	100,000	161,799
Inventories	8	5,790	6,095
Other	9	31,612	34,190
Total current assets		<u>1,113,626</u>	<u>987,372</u>
Non-current assets			
Financial Settlement	10	700,000	800,000
Property, plant and equipment	11	6,058,278	6,017,878
Intangible assets	12	97,330	254,524
Total non-current assets		<u>6,855,608</u>	<u>7,072,402</u>
Total assets		<u>7,969,234</u>	<u>8,059,774</u>
Liabilities			
Current liabilities			
Trade and other payables	13	27,090	27,850
Employee benefits	14	4,093	7,951
Unspent Grant Monies	15	76,117	79,533
Total current liabilities		<u>107,300</u>	<u>115,334</u>
Total liabilities		<u>107,300</u>	<u>115,334</u>
Net assets		<u>7,861,934</u>	<u>7,944,440</u>
Equity			
Reserves	16	4,369,524	4,369,524
Retained profits		<u>3,492,410</u>	<u>3,574,916</u>
Total equity		<u>7,861,934</u>	<u>7,944,440</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc
Statement of changes in equity
For the year ended 31 December 2023

	Retained profits \$	Reserves \$	Total equity \$
Balance at 1 January 2022	3,784,985	4,369,524	8,154,509
Net surplus (loss) for the year	<u>(210,069)</u>	<u>-</u>	<u>(210,069)</u>
Balance at 31 December 2022	<u><u>3,574,916</u></u>	<u><u>4,369,524</u></u>	<u><u>7,944,440</u></u>
	Retained profit \$	Reserves \$	Total equity \$
Balance at 1 January 2023	3,574,916	4,369,524	7,944,440
Net surplus (loss) for the year	<u>(82,506)</u>	<u>-</u>	<u>(82,506)</u>
Balance at 31 December 2023	<u><u>3,492,410</u></u>	<u><u>4,369,524</u></u>	<u><u>7,861,934</u></u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc**Statement of cash flows
For the year ended 31 December 2023****Cash flows from operating activities**

Receipts from customers (inclusive of GST)	501,299	505,392
Payments to suppliers and employees (inclusive of GST)	(464,945)	(626,374)
	<u>36,354</u>	<u>(120,982)</u>

Interest received	6,351	2,475
Other revenue	93,307	42,846
	<u></u>	<u></u>

Net cash from operating activities	21	<u>136,012</u>	<u>(75,661)</u>
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Cash flows from investing activities

Purchase of property, plant and equipment	(45,076)	-
Net Cash from investing activities	<u>(45,076)</u>	<u>-</u>

Cash flows from financing activities

Repayment of loan by Cairns RSL Club Ltd	100,000	75,000
Net Cash from financing activities	<u>100,000</u>	<u>75,000</u>

Net increase in cash and cash equivalents	190,936	(661)
Cash and cash equivalents at the beginning of the financial year	<u>785,288</u>	<u>785,949</u>

Cash and cash equivalents at the end of the financial year	6	<u><u>976,224</u></u>	<u><u>785,288</u></u>
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The above statement of changes in equity should be read in conjunction with the accompanying notes

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc



Notes to the financial statements 31 December 2023

Note 1. Significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation

In the officers' opinion, the Association is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Associations Incorporation Act (Qld) requirements to prepare and distribute financial statements to the members of Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc. The officers have determined that the accounting policies adopted are appropriate to meet the needs of the members of Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') 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', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for for-profit oriented entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Association's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

Revenue recognition

Revenue is recognised when it is probable that the economic benefit will flow to the Association and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

Sale of goods

Sale of goods revenue is recognised at the point of sale, which is where the customer has taken delivery of the goods, the risks and rewards are transferred to the customer and there is a valid sales contract. Amounts disclosed as revenue are net of sales returns and trade discounts.

Grant revenue

Grant revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant, 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.

When the grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the balance sheet as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc



Notes to the financial statements 31 December 2023

Note 1. Significant accounting policies (continued)

Rental Income

Investment property revenue is recognised on a straight-line basis over a period of the lease term so as to reflect a constant periodic rate of return on the net investment.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Subscriptions

Revenue from the provision of membership subscriptions is recognised on a straight-line basis over the financial year.

Donations

Donations and bequests are recognised as revenue when received.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Income tax

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate for each jurisdiction, adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Association's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the Association's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Trade receivables are generally due for settlement within 30 days.

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc



Notes to the financial statements 31 December 2023

Note 1. Significant accounting policies (continued)

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. A provision for impairment of trade receivables is raised when there is objective evidence that the Association will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation and default or delinquency in payments (more than 60 days overdue) are considered indicators that the trade receivable may be impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short-term receivables are not discounted if the effect of discounting is immaterial.

Other receivables are recognised at amortised cost, less any provision for impairment.

Inventories

Raw materials, work in progress and finished goods are stated at the lower of cost and net realisable value on a 'first in first out' basis. Cost comprises of direct materials and delivery costs, direct labour, import duties and other taxes, an appropriate proportion of variable and fixed overhead expenditure based on normal operating capacity, and, where applicable, transfers from cash flow hedging reserves in equity. Costs of purchased inventory are determined after deducting rebates and discounts received or receivable.

Stock in transit is stated at the lower of cost and net realisable value. Cost comprises of purchase and delivery costs, net of rebates and discounts received or receivable.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Furniture and Fittings	3-7 years
Plant and equipment	3-7 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Leasehold improvements are depreciated over the unexpired period of the lease or the estimated useful life of the assets, whichever is shorter.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Association. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Leases

The determination of whether an arrangement is or contains a lease is based on the substance of the arrangement and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset.

A distinction is made between finance leases, which effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to the ownership of leased assets, and operating leases, under which the lessor effectively retains substantially all such risks and benefits.

Finance leases are capitalised. A lease asset and liability are established at the fair value of the leased assets, or if lower, the present value of minimum lease payments. Lease payments are allocated between the principal component of the lease liability and the finance costs, so as to achieve a constant rate of interest on the remaining balance of the liability.

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc



Notes to the financial statements 31 December 2023

Note 1. Significant accounting policies (continued)

Leased assets acquired under a finance lease are depreciated over the asset's useful life or over the shorter of the asset's useful life and the lease term if there is no reasonable certainty that the Association will obtain ownership at the end of the lease term.

Operating lease payments, net of any incentives received from the lessor, are charged to profit or loss on a straight-line basis over the term of the lease.

Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Trade and other payables

These amounts represent liabilities for goods and services provided to the Association prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

Fair value measurement

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.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc
Notes to the financial statements
31 December 2023
Note 1. Significant accounting policies (continued)**Goods and Services Tax ('GST') and other similar taxes**

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Association for the annual reporting period ended 31 December 2023. The Association has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Provision for impairment of receivables

The provision for impairment of receivables assessment requires a degree of estimation and judgement. The level of provision is assessed by taking into account the recent sales experience, the ageing of receivables, historical collection rates and specific knowledge of the individual debtor's financial position.

Provision for impairment of inventories

The provision for impairment of inventories assessment requires a degree of estimation and judgement. The level of the provision is assessed by taking into account the recent sales experience, the ageing of inventories and other factors that affect inventory obsolescence.

Estimation of useful lives of assets

The Association determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Impairment of non-financial assets other than goodwill and other indefinite life intangible assets

The Association assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the Association and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc
Notes to the financial statements
31 December 2023
Note 2. Critical accounting judgements, estimates and assumptions (continued)*Employee benefits provision*

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

Note 3. Revenue

	2023	2022
	\$	\$
Donations	4,432	6,573
Grants received	90,738	62,335
Members subscriptions	3,600	5,086
Rental Income	413,541	393,999
	<u>512,311</u>	<u>467,993</u>
<i>Other revenue</i>		
Interest	6,351	2,475
Other revenue (refer to note 4.)	93,307	42,846
	<u>99,658</u>	<u>45,321</u>
Revenue	<u><u>611,969</u></u>	<u><u>513,314</u></u>

Note 4. Other revenue

	2023	2022
	\$	\$
Merchandise and fundraising sales	85,549	41,505
Day Club and Band income	6,758	1,341
	<u>93,307</u>	<u>42,846</u>

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc
Notes to the financial statements
31 December 2023
Note 5. Expenses

	2023	2022
	\$	\$
Profit before income tax includes the following specific expenses:		
<i>Cost of sales</i>		
Cost of sales	305	3,770
<i>Depreciation & Amortisation</i>		
Development approval amortisation	157,194	157,194
Website	535	-
Furniture & Fittings	4	6
Plant and equipment	4,137	2,769
Total depreciation & amortisation	161,870	159,969
<i>Rental expense relating to operating leases</i>		
Minimum lease payments	92,842	169,861
<i>Superannuation expense</i>		
Defined contribution superannuation expense	28,395	22,116

Note 6. Current assets - cash and cash equivalents

	2023	2022
	\$	\$
Cash on hand	1,413	2,800
Cash at bank	974,811	782,488
	<u>976,224</u>	<u>785,288</u>

Note 7. Current assets - trade and other receivables

	2023	2022
	\$	\$
Trade receivables	-	36,799
	<u>-</u>	<u>36,799</u>
Other receivables	-	-
Financial Settlement – Cairns RSL Club Ltd (refer Note 10)	100,000	125,000
	<u>100,000</u>	<u>161,799</u>

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc
Notes to the financial statements
31 December 2023
Note 8. Current assets - inventories

	2023	2022
	\$	\$
Inventory at cost	5,790	6,095
	<u>5,790</u>	<u>6,095</u>

Note 9. Current assets - other

	2023	2022
	\$	\$
Prepayments	31,612	34,190
	<u>31,612</u>	<u>34,190</u>

Note 10. Non Current assets - Loans and Advances

	2023	2022
	\$	\$
Financial Settlement – Cairns RSL Club Ltd	700,000	800,000
	<u>700,000</u>	<u>800,000</u>

The above amount is the outstanding balance of the amount owing by Cairns RSL Club Ltd as a result of a financial settlement reached with the club. An amount of \$100,000 is being repaid each year by quarterly instalments of \$25,000.

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc**Notes to the financial statements
31 December 2023****Note 11. Non-current assets - property, plant and equipment**

	2023	2022
	\$	\$
Land and building at valuation	6,000,000	6,000,000
Total Land and building at 115 The Esplanade Cairns	<u>6,000,000</u>	<u>6,000,000</u>
Plant and equipment - at cost	190,946	145,870
Less: Accumulated depreciation	<u>(137,498)</u>	<u>(133,361)</u>
	53,448	12,509
Furniture, fixtures and fittings at cost	62,135	62,135
Less: Accumulated depreciation	<u>(62,119)</u>	<u>(62,115)</u>
	16	20
Website	5,943	5,943
Less: Accumulated amortisation	<u>(1,129)</u>	<u>(594)</u>
	4,814	5,349
	<u><u>6,058,278</u></u>	<u><u>6,017,878</u></u>

Freehold land and buildings is shown at its fair value with revaluations being performed wherever there is a material movement in the value of an asset. The freehold land and buildings were independently valued at 14 July 2017 by Daniel Ackroyd (Certified Practising Valuer) of Integrated Valuation Services at \$6,000,000, \$3,000,000 attributable to the land component and \$3,000,000 attributable to the building component.

Reconciliations

	Land and building at valuation \$	Furniture and Fittings\$	Plant and Equipment \$	Website Asset \$	Total \$
Balance at 1 January 2022	6,000,000	26	15,336	5,943	6,021,305
Additions/(disposals)	-	-	(652)	-	(652)
Depreciation expense	-	(6)	(2,175)	(594)	(2,775)
Balance at 31 December 2022	<u>6,000,000</u>	<u>20</u>	<u>12,509</u>	<u>5,349</u>	<u>6,017,878</u>
Additions/(disposals)	-	-	45,076	-	45,076
Depreciation expense	-	(4)	(4,137)	(535)	(4,676)
Balance at 31 December 2023	<u><u>6,000,000</u></u>	<u><u>16</u></u>	<u><u>53,448</u></u>	<u><u>4,814</u></u>	<u><u>6,058,278</u></u>

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc**Notes to the financial statements
31 December 2023****Note 12. Intangible Assets**

	2023	2022
	\$	\$
Development planning costs	944,023	944,023
Less amortisation	(846,693)	(689,499)
	<u>97,330</u>	<u>254,524</u>

Capitalised development planning costs relate to a re-development application lodged by the Sub Branch for the premises located at 115 the Esplanade, Cairns. The development application was approved by Cairns City Council in October 2009. The approval has been subsequently renewed in August 2018.

It is the intention of the officers that the Subbranch will keep the development application in its present form until the future of the re-development project can be decided. If the development does not proceed, the capitalised development costs would be fully impaired and would need to be written down to nil. The development costs are being amortised from the date of renewal on 13 August 2018 to the date of expiration on 13 August 2024.

Note 13. Trade and other payables

	2023	2022
	\$	\$
Trade payables	2,357	14,030
GST payable	8,158	5,450
PAYG Payable	2,316	-
Other payables	11,666	4,393
Accrued expenses	2,593	3,977
	<u>27,090</u>	<u>27,850</u>

Note 14. Current liabilities - employee benefits

	2023	2022
	\$	\$
Employee benefits	<u>4,093</u>	<u>7,951</u>

Note 15. Current liabilities - Other

	2023	2022
	\$	\$
Unspent grants	<u>76,117</u>	<u>79,533</u>

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc**Notes to the financial statements
31 December 2023****Note 16. Equity - reserves**

	2023 \$	2022 \$
Capital profits reserve	83,761	83,761
Assets revaluation reserve	4,285,763	4,285,763
Retained profits at the end of the financial year	<u>4,369,524</u>	<u>4,369,524</u>

Note 17. Remuneration of auditors

During the financial year, the following fees were paid or payable for services provided by Grubers Beckett Chartered Accountants, the auditor of the Association:

	2023 \$	2022 \$
<i>Audit services – Grubers Beckett</i>		
Audit of the financial statements	4,600	4,225
	<u>4,600</u>	<u>4,225</u>

Note 18. Contingent liabilities

The Association had no contingent liabilities as at 31 December 2023 and 31 December 2022.

Note 19. Commitments

The Association had no commitments for expenditure as at 31 December 2023 and 31 December 2022.

Note 20. Events after the reporting period

No matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the Association's operations, the results of those operations, or the Association's state of affairs in future financial years of which the Directors are aware.

Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc
Notes to the financial statements
31 December 2023
Note 21. Reconciliation of profit after income tax to net cash from operating activities

	2023	2022
	\$	\$
Profit/(loss) after income tax expense for the year	(82,506)	(210,069)
Adjustments for:		
Depreciation and amortisation	161,870	159,969
Change in operating assets and liabilities:		
Decrease/(Increase) in trade and other receivables	61,799	(31,327)
Decrease/(Increase) in inventories	305	(554)
Decrease/(Increase) in prepayments	2,578	(7,351)
Increase/(decrease) in trade and other payables	(760)	(7,789)
Increase/(decrease) in employee benefits	(3,858)	(2,302)
Increase/(decrease) in other operating liabilities	(3,416)	23,762
	56,648	(25,561)
Net cash from operating activities	<u>136,012</u>	<u>(75,661)</u>

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**Returned and Services League of Australia (Qld Branch)
Cairns Sub Branch Inc**

31 December 2023

Officers' declaration

In the officers' opinion:

- the Association is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the *Associations Incorporation Act (QLD)* requirements to prepare and distribute financial statements to the members of Returned and Services League of Australia (Qld Branch) Cairns Sub Branch Inc ;
- the attached financial statements and notes comply with the *Associations Incorporation Act (QLD)*, the Accounting Standards as described in note 1 to the financial statements, the *Associations Incorporation Act (QLD)* and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the Association's financial position as at 31 December 2023 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the members of the committee and is signed for and on behalf of the committee by:

DocuSigned by:

Nathan Shingles

F1C427A543614DC...

Nathan Shingles
President

DocuSigned by:

Paul Walker

815B1DDC7629403...

Treasurer

Dated this 7th.....day of March 2024

Cairns



**Independent Auditor's Report to the members of
Returned and Services League of Australia (QLD Branch)
Cairns Sub Branch Inc**

31 December 2023

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of Returned and Services League of Australia (QLD Branch) Cairns Sub Branch Inc which comprises the statement of financial position as at 31 December 2023, 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, notes comprising a summary of significant accounting policies and other explanatory information, and the Statement by Members of the Committee.

Committee's responsibility for the financial report

The Committee of Returned and Services League of Australia (QLD Branch) Cairns Sub-Branch Inc are responsible for the preparation and fair presentation of the financial report, and have determined that the basis of preparation described in Note 1, is appropriate to meet the requirements of the Australian Charities and Not-for-profit Commission Act 2012 (Cth) and the Associations Incorporation Act (QLD) and is appropriate to meet the needs of the members. The Committee's responsibility also includes such internal control as the Committee 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.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Committee, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion the financial report presents Returned and Services League of Australia (QLD Branch) Cairns Sub-Branch Inc, in all material respects the financial position of Returned and Services League of Australia (QLD Branch) Cairns Sub-Branch Inc as at 31 December 2023, and its financial performance and its cash flows for the year then ended in accordance with the financial reporting requirements of the Associations Incorporation Act (QLD).



Report on the Financial Report (cont.)

Emphasis of matter

Note 12 of the financial report, which details the intangible assets shown as capitalised development costs. These costs relate to the potential development of the land and buildings owned by the Sub-Branch that requires the successful completion of certain activities relating to the development before it can proceed. The outcomes of these activities cannot be presently determined, as there is a material uncertainty that the property development will continue in its present form. If this project does not proceed the carrying value of the development costs, which are being amortised over the period from the date of renewal to the expiration of development application, approval would be significantly impaired.

Basis of accounting

Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Returned and Services League of Australia (QLD Branch) Cairns Sub-Branch Inc to meet the needs and requirements of Returned and Services League of Australia (QLD Branch) Cairns Sub Branch Inc. As a result, the financial report may not be suitable for any other purpose.

Name of Firm: GRUBERS BECKETT
Chartered Accountants

Name of Partner: 
.....
Alfred C. Gruber

Address: 1-3/20 Lake Street
Cairns QLD 4870

Dated this __7th__ day of March 2024