

RSPCA® 

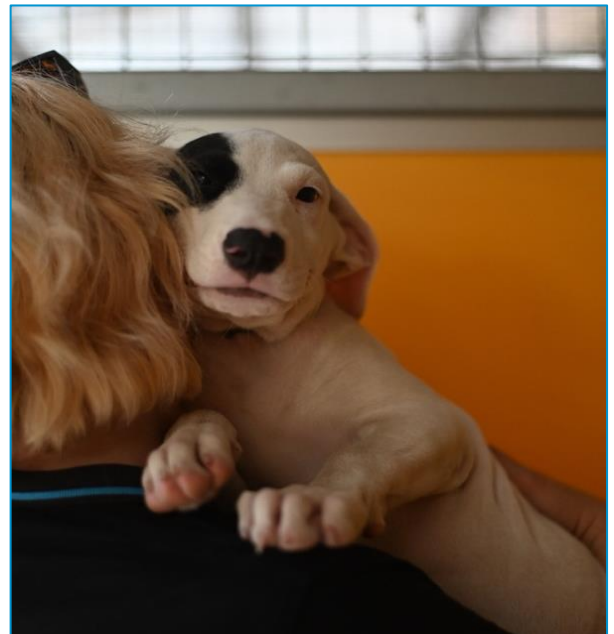
Darwin Regional Branch



ANNUAL REPORT
2020 / 2021

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CHAIR'S REPORT

It is my pleasure to present the annual report for RSPCA Darwin's 56th year of successfully achieving outcomes for the animals and community of the Darwin region.

During the year, RSPCA Darwin delivered on its role as a community organisation by:

- Rehoming/returning 626 animals and assisted 663 animals in total.
- Providing volunteering opportunities totalling 6,500 hours.
- Commencing operations of our on-site veterinary clinic which enables us to provide better care for the animals in our care at a lower cost.
- Undertaking a pilot community desexing program in collaboration with the City of Darwin and AMRRIC, helping reduce unnecessary animal overpopulation.
- Running a variety of community engagement events including Million Paws Walk, Save the Paws Ball and Cup Cake Day.
- Assisting those in times of need with emergency boarding for domestic violence victims.
- Continuing to provide employment for a dedicated team with 8 FTE equivalent jobs.
- Advocating on improved legislation and by-laws to protect animals, including success in changes to tenancy laws which will see fewer animals needing to be rehomed.

Animal advocacy

RSPCA Darwin continues to take a lead role consistent with our objects to promote legislation that protects animals and addresses the issues that drive animals to need RSPCA Darwin's services.

RSPCA Darwin has been active in a range of legislation and by-laws during 2020/21 including:

- Animal Protection Act - RSPCA Darwin has continued to advocate for the Northern Territory Government to enact the Animal Protection Act which passed parliament in 2018. Amongst other things, this strengthened law provides stronger penalties and broader coverage of animals.
- Residential Tenancies Act - these laws were enacted on 1 January 2021 which align with other states in providing tenants' rights to have pets. RSPCA Darwin supported the passage of this legislation through social media campaigns in the face of campaigns against this legislation.
- City of Darwin By-laws Review - RSPCA Darwin provided a substantial submission to City of Darwin's by-law review including consideration of rate changes and potential changes to address problems including barking devices.
- City of Palmerston By-law Discussion Paper - RSPCA Darwin provided a submission to this process which addresses the need to expand coverage to include cats.
- Poultry Standards (Layer Hens) - RSPCA Darwin supported a national campaign to change poultry hen standards and advocated to the NT Minister to support a phase out of battery cages.

In addition to the legislative changes, RSPCA Darwin continued its participation in the Northern Territory Government's Animal Welfare Advisory Committee.

Operations

Despite COVID-19 driving changes to our operations, RSPCA Darwin has been fortunate to see limited impacts ongoing and have been able to continue major fundraisers and community outreach work, meanwhile continuing to see successful outcomes at almost 95%, a leading figure nationally and internationally. The General Manager's report has detailed information on our operational successes throughout the year.

Financial

The financial performance and strength of the organisation has continued to grow consistent with our strategy to be financially sustainable and able to fund our current operations and broader proactive programs into the future. The Board's target reserves balance was achieved more than a year in-advance of plan and we continue to build financial strength and invest in new programs, with a surplus of \$273,283 achieved in 2020/21. With the onset of COVID-19 potentially impacting the organisation's sustainability,

RSPCA Darwin brought forward a range of measures to reduce costs and improve income. When excluding the income received from the Federal Government's Job Keeper and Cash Flow payments, RSPCA Darwin made a surplus for the year of \$156,250.

Our major operating subsidy provider City of Darwin has this year moved to providing funding certainty over three years which is a significant change, and we thank the Council for their support.

Strategic direction

The current strategic plan is due to expire in 2022 and the Board have commenced work on an updated strategic plan for the next 2-3 years. Key themes from discussions include conducting more proactive activities, growing our volunteer base and extending our services into commercial activities to help fund our charitable work. The plan is expected to be finalised in early 2022. We thank Karen Green Advisory for their support in developing our strategic plan.

Volunteer recognition

Our Joint Patrons, Her Honour the Honourable Vicki O'Halloran AM, the Administrator of the Northern Territory and Mr Craig O'Halloran again hosted our annual supporter function at Government House where we were able to recognise several of our volunteers, corporate supporters and staff members.

RSPCA Darwin's 55th anniversary was honored by our Joint Patrons hosting a State Dinner, attended by a range of volunteers, employees and Board Members from across the decades.

Throughout the year, RSPCA Darwin has also held several informal BBQs and morning teas to celebrate the contribution of our volunteers as well as nominating them for volunteer awards.

Employees

The team has benefited from stability and the great leadership of Peter King, our General Manager and his management team of Taylah Sommerville, Shelter Supervisor and Jodie Doyle, Fundraising and Marketing Manager. The team are delivering against the strategy and achieving strong results for the animals and sustainability of the organisation.

RSPCA Australia

During the year, I have continued to be RSPCA Darwin's nominated director to the Board of RSPCA Australia. Throughout the year RSPCA Darwin continued to participate in national initiatives and campaigns. The organisation continues to leverage the national offices expertise to assist in matters of policy and legislation. In May 2021 all CEOs and the RSPCA Australia Board were able to meet in Melbourne for the first time in 18 months to discuss shared initiatives and the strategy for RSPCA Australia.

Thanks

I would like to thank our team members, volunteers, fellow volunteer Board Directors, corporate supporters and valued sponsors for their ongoing support which enables RSPCA Darwin to provide services to the animals and community of Darwin and Top End and achieve the outcomes listed.



Danny Moore

Chair

GENERAL MANAGER'S REPORT

The 2020-21 year was one of significant change for RSPCA Darwin Regional Branch Incorporated (RSPCA Darwin). Despite the continued COVID-19 disruptions, staff and volunteers in shelter operations have maintained a high level of resilience in continuing to provide an exceptional standard of care to our animals.

A number of capital works improvements have been made in animal care sections, including new fans and lighting and our solar installation which will half our monthly energy consumption, thus creating additional funds (saved) to funnel toward such strategic objectives as covering costs of community events and education programs.

One of our major milestones was achieved in FY21 and I am extremely proud to advise that the RSPCA Darwin vet clinic is now in operation. This is a significant achievement for the organisation and will provide large scale benefits to both shelter animals and the broader community. More detail on this is listed below.

Major highlights of the 2020-21 year include:

Animal Intake and Outcomes

The continued productive relationship between RSPCA Darwin and all three local Councils (City of Darwin, City of Palmerston and Litchfield) ensures a consistent line of communication to allow for transfer of animal custody following the relevant holding period for each municipality. We also maintain a proactive relationship with the Animal Welfare Branch (a division of NT Government-Department of Industry, Tourism and Trade) to assist with emergency boarding and rehabilitation of abused, neglected and mistreated animals. On most occasions these animals are transferred to the custody of RSPCA Darwin for continued rehabilitation and eventual rehoming.

Owner surrenders are the third channel for incoming animals to RSPCA Darwin, and the number of surrender requests has been steadily increasing.

RSPCA Darwin continues to abide by our policy for every animal that comes into our care prior to being made available for rehoming:

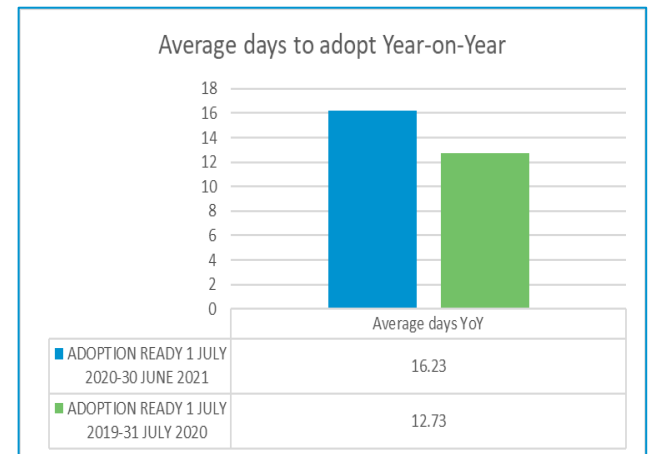
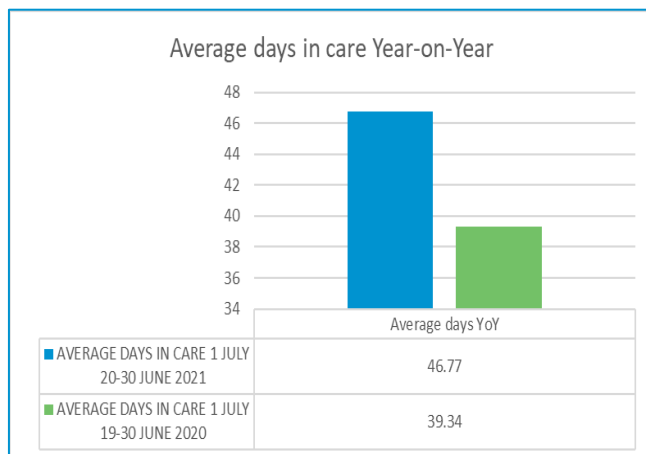
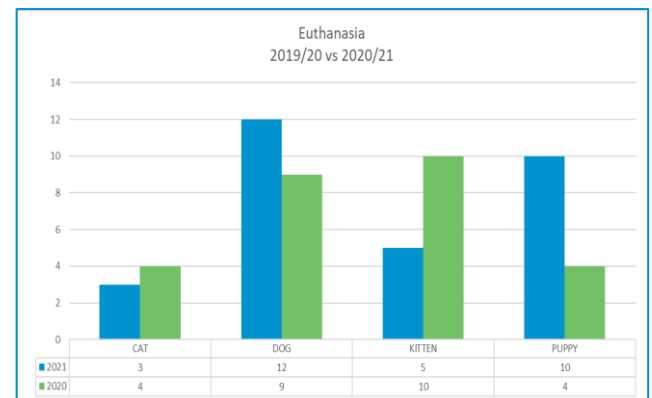
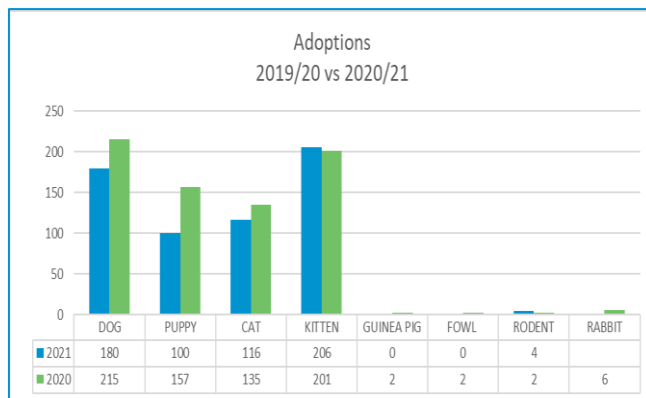
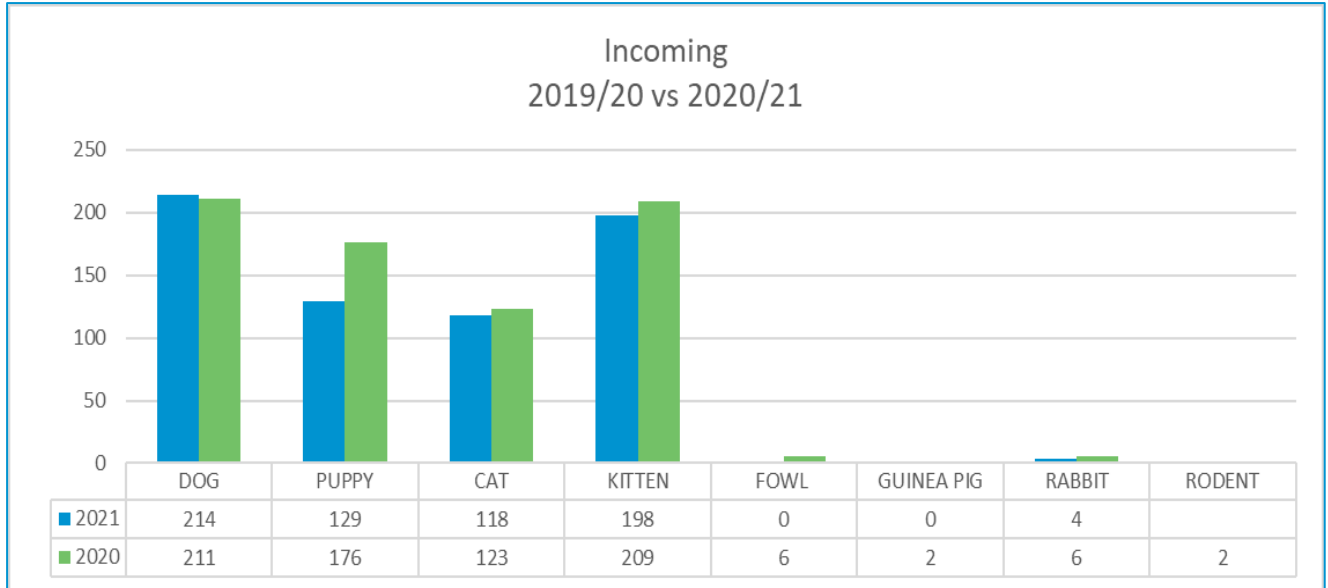
- Veterinarian health check
- Behavioural assessment
- Microchipped (if required)
- Desexed (if required)

The latter is particularly critical in taking a responsible step towards reducing the alarming over-population of dogs and cats in the Greater Darwin area.

A total of 663 animals were inducted for the 2020-21 financial year. 606 animals were successfully rehomed and 20 were transferred to other rehoming organisations or reclaimed after induction during this period. RSPCA Darwin is proud to report that this represents a 94.4% 'Live Release Rate (LRR)' which is a leading statistic by national standards, and comparable to world class performance.

Animal statistics

Final shelter animal statistics for 2020/21 compared to 2019/20 are illustrated in the following graphs.



Working with the Community

A number of positive relationships have continued, or commenced during 2020-21 at RSPCA Darwin. Examples of such collaborative success include:

- Continuation of a confidentially managed 'Emergency Boarding' programme for victims of domestic violence, to ensure that family pets are not used as a threat against leaving such circumstances.
- Broadening enhancements to a working relationship with human rehabilitation providers by encouraging gradual return to work options in a volunteer capacity for candidates undergoing rehabilitation management under accepted compensation claims by their employer. This arrangement certainly provides a benefit to all parties.
- Provision of volunteer duties for community groups that support people with disabilities (eg HPA, Carpentaria).
- Shelter maintenance, general yard work and animal care volunteering options for teams led by NT Department of Corrections providing assistance to individuals serving community service.
- Impact Day and corporate volunteering days for various businesses across the Top End. This provides a great opportunity to both parties to benefit from understanding shelter operations and animal care.
- A relationship with Department of Defence, including visiting US Marine Corps personnel to provide valuable community engagement by assisting with volunteer tasks and animal enrichment at the shelter.
- Significant growth and promotion of our volunteer network, which has grown to around 130 members of the community. These volunteers are invaluable in assisting with day-to-day shelter operations and event management and have been truly appreciated.

Capital Works and Operational Improvement Support

RSPCA Darwin would like to acknowledge the contribution from NT Government for their generous support during 2020-21. A number of NTG Grant funding submissions were successful and resulted in the following improvements to our shelter and operations:

- Furniture for the newly constructed 'meet-and-greet' yards near the dog adoption kennels.
- Upgrades to existing, and installation of new fencing and an automatic security gate for the property entrance.
- Funding to establish the AWARE by RSPCA schools' education program.

Equally, RSPCA Darwin thanks City of Darwin for provision of a generous operating subsidy to assist in the continued care of our shelter animals. This agreement is now in place for a three (3) year term, which provides ongoing financial assistance.

Planning for the Future

RSPCA Darwin is committed to ensuring a sustainable future business model that meets the expectations of the community and also aligns with the RSPCA mission and vision. In order to achieve a secure financial and ethical future for the organisation, RSPCA Darwin has developed a Strategic Plan and is continuing to refine a broader Master Plan that will detail the future model for our operations. Such improvements and enhancements as the recent solar energy installation and our in-house vet clinic are already providing RSPCA Darwin with the means to expand its capacity to move toward a proactive approach to community engagement and advocacy, always seeking improved animal welfare outcomes as the goal.

In partnership with local councils, RSPCA Darwin will provide professional veterinary services to community members who would otherwise not seek medical treatment for animals in their care due to financial restrictions or other matters that prevent them from attending a commercial vet hospital. RSPCA Darwin aims to improve the life of these animals with a low-cost plan that will be funded by local Government and other sources including sponsors and supporters.

Various commercial revenue generating opportunities are also being explored, with a view to execute at least one of these plans during the coming year. RSPCA Darwin is intent on maintaining a solid and sustainable financial position in order to increase capacity to enhance the welfare of NT animals at every opportunity.

RSPCA Darwin will also continue to lobby various stakeholders to improve animal welfare and animal owner rights, including but not limited to:

- membership and participation on the NT Government Animal Welfare Advisory Committee
- continuing to lobby NT Government to enact the Animal Protection Act (2018)
- assisting with development of local council animal management by-laws

RSPCA Darwin would like to acknowledge appreciation of the support and professional governance provided by our volunteer group of highly skilled Board Members who donate hundreds of hours to our organisation every year.

RSPCA Darwin would also like to extend our thanks for the outstanding assistance provided by our many sponsors, supporters, members, volunteers, and community members who have donated their time, funds, expertise and in-kind effort to RSPCA Darwin. While the organisation is only small, our results speak for themselves in terms of the value that RSPCA Darwin can offer to the animals of the Top End.



Peter King

General Manager



RSPCA Darwin's very own Santa Paws and General Manager, Peter King

RSPCA DARWIN BOARD 2020/21



RSPCA Darwin's Joint Patrons are Her Honour the Honourable Vicki O'Halloran AM, the Administrator of the Northern Territory and Mr Craig O'Halloran

TREASURER'S REPORT

We are pleased to present the financial results for RSPCA Darwin Regional Branch Incorporated (RSPCA Darwin) for the year ending 30 June 2021.

The positive result shows a significantly improved surplus and financial position, strengthening RSPCA Darwin's future sustainability.

Key results at year end were:

- An operating surplus of \$273,283
- Cash and cash equivalents of \$541,700, an increase of \$206,707 from 2019/20.

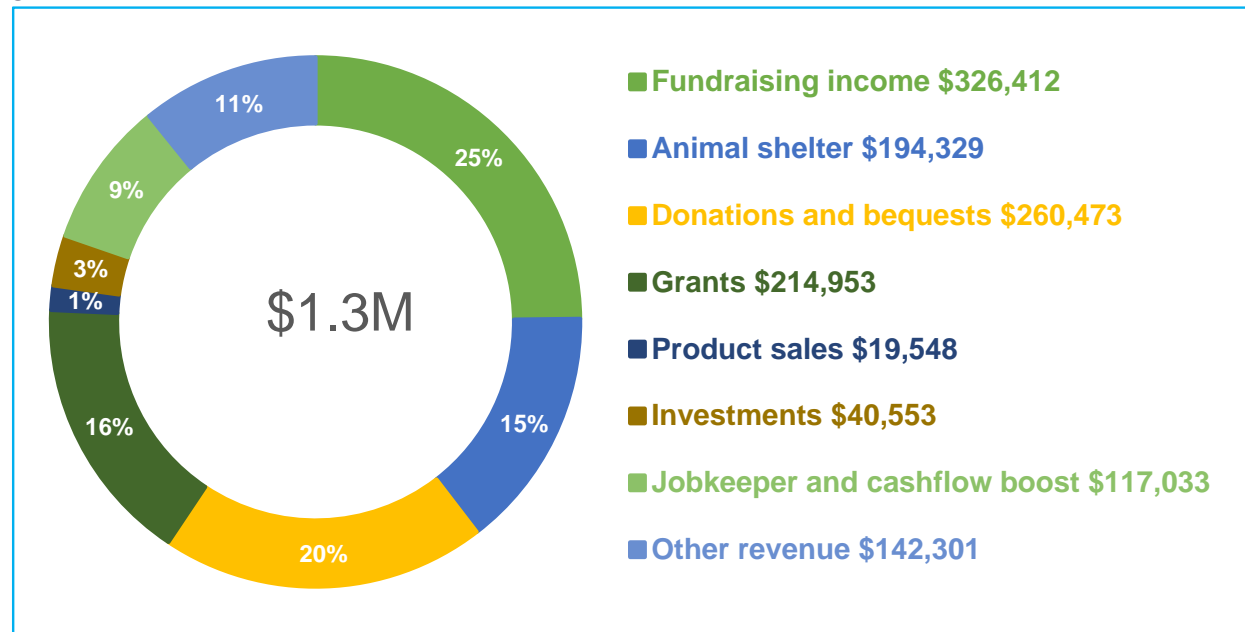
STATEMENT OF PROFIT AND LOSS

Summary	2020-21	2019-20
Income	\$ 1,315,602	\$ 1,067,515
Expenditure	\$ 1,042,319	\$ 1,022,045
Surplus	\$ 273,283	\$ 45,470

INCOME

RSPCA Darwin received income of \$1,315,602 in 2020-21, a \$248,087 (23%) increase compared to 2019-20.

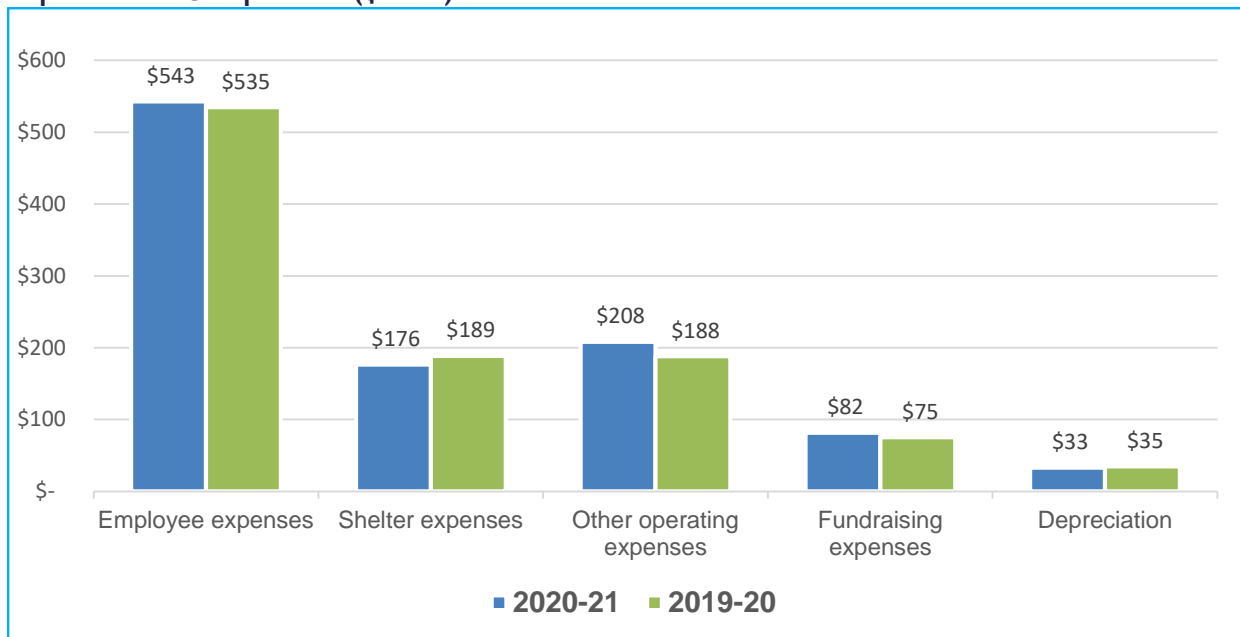
Sources of Income 2020-21



EXPENDITURE

RSPCA Darwin expenditure totaled \$1,042,319 in 2020-21, an increase of \$20,274 (2%) increase compared to 2019-20.

Expenditure Comparison (\$'000)



BALANCE SHEET

Summary	2020-21	2019-20
Assets	\$ 1,665,069	\$ 1,430,628
Liabilities	\$ 113,612	\$ 152,454
Members' Funds	\$ 1,551,457	\$ 1,278,174

Total assets increased to \$1,665,069 an increase of \$234,441 from 2019-20. An improved cash position of \$206,707 is attributable for 88% of this increase.

Thanks

I would like to thank our team members, volunteers, committee members, Noble Numbers and fellow Board Directors for their ongoing support in making our achievements a reality and providing our services to the animals and community of Darwin and Top End.

Luigi Manzione

Treasurer

**RSPCA Darwin Regional Branch
Incorporated
(ABN: 42 603 546 873)**

Special Purpose Financial Report

For the Year Ended 30 June 2021

RSPCA Darwin Regional Branch Incorporated**Contents****For the Year Ended 30 June 2021**

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RSPCA Darwin Regional Branch Incorporated

Director's Report 30 June 2021

The board members submit the financial report of the Association for the financial year ended 30 June 2021.

Board members

The names of board members throughout the year and up to the date of this report are:

Daniel Moore	Chair
Ryan Sanders	Vice Chair
Luigi Manzione	Treasurer (appointed 20 July 2020)
Amber Garden	Secretary (appointed 20 July 2020)
Matthew Moss	Treasurer (resigned 20 July 2020), Board Member (appointed 20 July 2020)
Lea Aitken	Board Member
Kerri-Ann Laurence	Board Member
Sarah Hohnholt	Board Member (appointed 20 July 2020)
Sonia Harvey	Board Member (appointed 20 July 2020)

Principal activities

The RSPCA is Australia's pre-eminent animal welfare organisation. RSPCA provides a strong voice for all animals that experience cruelty and neglect. The RSPCA is committed to the care and welfare of animals in the local and wider community, and provide comfort and shelter to lost, abandoned, surrendered, neglected unwanted or sick and injured animals. The RSPCA Darwin Regional Branch Incorporated is a financial member of the national organisation, RSPCA Australia. It is represented on the Organisation's Board and adheres to all policies and codes of conduct required by the Organisation.

The objectives and purposes of the RSPCA Darwin Regional Branch are:

- To protect from cruelty animals of all species by every lawful means;
- To relieve the suffering of animals, whether the suffering is caused by cruelty or otherwise;
- To initiate and promote the passing of legislation protecting animals from cruelty;
- To ensure by lawful means the effective observance and enforcement of current legislation that protects animals;
- To take such steps to do such things as may be necessary or advisable in educating all persons in the community in the care, maintenance, control and treatment with kindness and consideration of all animals;
- To promote, participate in and sanction animal welfare activities; and
- To meet the requirements, privileges and obligations of the Animal Welfare Act (NT).

Significant changes

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

Operating results and review of operations for the year

The surplus of the Association for the financial year amounted to \$273,823 (2020: \$45,470).

Signed in accordance with a resolution of the board:

Board member: 

(Chair – Daniel Moore)

Board member: 

(Treasurer – Luigi Manzione)

Dated: 4 November 2021



Auditors Independence Declaration to the Committee of RSPCA Darwin Regional Branch Incorporated

In accordance with the requirements of section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012, as the auditor of RSPCA Darwin Regional Branch Incorporated for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- The auditor independence requirements of the *Australian Charities and Not-for-profit Commission Act 2012* in relation to the audit; and
- Any applicable code of professional conduct in relation to the audit.

Merit Partners
Merit Partners

Matthew Kennon
Matthew Kennon
Director

Darwin
Date: 4 November 2021



Independent auditor's report to the members of RSPCA Darwin Regional Branch Incorporated

Qualified Opinion

We have audited the accompanying special purpose financial report of RSPCA Darwin Regional Branch Incorporated (the "Association"), which comprises the balance sheet as at 30 June 2021 and the statement of profit and loss, statement of changes in equity and cash flow statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory notes, and the committee statement.

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of our report, the accompanying financial report of RSPCA Darwin Regional Branch Incorporated is in accordance with the *Associations Act (NT)* and Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- a) giving a true and fair view of the Association's financial position as at 30 June 2021 and of its financial performance for the year ended on that date; and
- b) complying with Australian Accounting Standards and *Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Qualified Opinion

As is common for organisations of this type, it is not practicable to establish an efficient system of internal control over income, other than grant income and animal shelter income, prior to its initial entry in the accounting records. Accordingly, as the evidence available to us regarding such income was limited, our audit in relation to income, other than grant income and animal shelter income, was restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether the income the Association received is complete.

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Association in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our 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

Without modifying our opinion, we draw attention to Note 2 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the Association meet the needs of the *Associations Act*, the *Australian Charities and Not-for-profits Commission Act 2012* and the Association's constitution. As a result, the financial report may not be suitable for another purpose.

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the *Associations Act*, the Association's constitution and the *Australian Charities and Not-for-profits Commission Act 2012*, and have determined that the accounting policies used as described in Note 2 are appropriate to meet the needs of the Association and for such internal control as management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management 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 management either intends to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association'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 for the year ended 30 June 2021 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 the financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the registered entity 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Merit Partners



Matthew Kennon
Director
Darwin

Date: 4 November 2021

RSPCA Darwin Regional Branch Incorporated

Statement of Profit and Loss
For the Year Ended 30 June 2021

	2021 \$	2020 \$
Income		
Fundraising income	326,412	150,958
Animal shelter	194,329	217,321
Donations and bequests	260,473	239,943
Grants	214,953	155,000
Product sales	19,548	18,640
Rental revenue	40,369	49,890
Interest income	184	1,609
Jobkeeper and cashflow boost	117,033	127,055
Other revenue	142,301	107,099
	<u>1,315,602</u>	<u>1,067,515</u>
Expenditure		
Employee benefits expense	542,785	534,811
Shelter expenses	176,437	188,744
Other operating expenses	208,244	188,223
Fundraising expenses	81,643	75,282
Depreciation	33,210	34,985
	<u>1,042,319</u>	<u>1,022,045</u>
Surplus for the year	<u>273,283</u>	45,470
Accumulated surplus at the beginning of the financial year	<u>1,278,174</u>	<u>1,232,704</u>
Accumulated surplus at the end of the financial year	<u><u>1,551,457</u></u>	<u><u>1,278,174</u></u>

The accompanying notes form part of these financial statements.

RSPCA Darwin Regional Branch Incorporated

Balance Sheet

As At 30 June 2021

	Note	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	541,700	334,993
Inventories		4,775	3,574
Other assets	4	32,084	74,869
TOTAL CURRENT ASSETS		578,559	413,436
NON-CURRENT ASSETS			
Property, plant and equipment	5	1,086,510	1,017,192
TOTAL NON-CURRENT ASSETS		1,086,510	1,017,192
TOTAL ASSETS		1,665,069	1,430,628
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	6	39,964	92,498
Employee benefits	7	41,233	36,739
TOTAL CURRENT LIABILITIES		81,197	129,237
NON-CURRENT LIABILITIES			
Employee benefits	7	32,415	23,217
TOTAL NON-CURRENT LIABILITIES		32,415	23,217
TOTAL LIABILITIES		113,612	152,454
NET ASSETS		1,551,457	1,278,174
MEMBERS' FUNDS			
Accumulated surplus		1,551,457	1,278,174
TOTAL MEMBERS' FUNDS		1,551,457	1,278,174

The accompanying notes form part of these financial statements.

RSPCA Darwin Regional Branch Incorporated

Statement of Changes in Equity

As At 30 June 2021

2020

	Accumulated Surplus \$	Total \$
Balance at 1 July 2019	1,232,705	1,232,705
Surplus for the year	45,469	45,469
Balance at 30 June 2020	1,278,174	1,278,174

2021

	Accumulated Surplus \$	Total \$
Balance at 1 July 2020	1,278,174	1,278,174
Surplus for the year	273,283	273,283
Balance at 30 June 2021	1,551,457	1,551,457

The accompanying notes form part of these financial statements.

RSPCA Darwin Regional Branch Incorporated

Cash Flow Statement

As At 30 June 2021

	2021	2020
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from Customers	1,137,428	875,490
Payments to Suppliers and Employees	(1,028,330)	(974,860)
Interest Received	184	1,609
Grants Received	199,953	155,000
Net Cash Provided By Operating Activities	309,235	57,239
CASH FLOWS FROM FINANCING ACTIVITIES:		
Property Plant & Equipment Purchases	(102,527)	(65,706)
Net Cash Used in Financing Activities	(102,527)	(65,706)
Net Increase/(Decrease) in Cash and Cash Equivalents Held	206,708	(8,467)
Cash and Cash Equivalents at Beginning of Year	334,992	343,459
Cash and Cash Equivalents at End of Financial Year	541,700	334,992

The accompanying notes form part of these financial statements.

RSPCA Darwin Regional Branch Incorporated

Notes to the Financial Statements

For the Year Ended 30 June 2021

1 Basis of Preparation

The financial report is a special purpose financial report prepared in order to satisfy the financial report preparation requirements of the *Associations Act (NT)* and the *Australian Charities and Not-for-Profit Commission Act 2012*. The directors have determined that the Association is not a reporting entity. RSPCA Darwin Regional Branch Incorporated is a not-for-profit entity for the purpose of preparing the financial statements.

The financial report was approved by the directors as at the date of the directors' report. The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets and liabilities as described in the accounting policies.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this report:

Comparatives are consistent with prior years, unless otherwise stated.

2 Summary of Significant Accounting Policies

(a) Income Tax

The Association is an exempt income tax charity endorsed by the Australian Taxation Office.

(b) Revenue and other income

AASB 15: *Revenue from Contracts with Customers* and AASB 1058: *Income of Not-for-Profit Entities*. Revenue from sale of goods is recognised when the significant risk and rewards of ownership of goods have passed to the buyer and the costs incurred or to be incurred in respect of the transaction can be measured reliably. Risk and rewards of ownership are considered passed to the buyer at the time of delivery of the goods to the customer.

Revenue from rendering services is recognised upon the delivery of the services to the customers.

Grant revenue is recognised in the statement of income and expenditure when controlled. Where binding conditions, or specific milestones, exist relating to the specific purpose for which the grant funds may be applied, grant revenues are recognised in the balance sheet as a liability until such time that all conditions of the grant are met.

Interest revenue is recognised when it becomes receivable on a proportional basis taking in to account the interest rates applicable to the financial assets.

Bequests and donations are recognised upon control.

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

RSPCA Darwin Regional Branch Incorporated

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

(c) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, cash at bank, and short-term deposits with an original maturity of three months or less held at call with financial institutions, and bank overdrafts.

(d) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is assigned on a specific identification basis. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

(e) Property, plant and equipment

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

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

Depreciation

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

Freehold land and buildings are carried at cost or at independent or committee valuation.

Class of fixed asset	Depreciation rates
Buildings at cost	2.5%
Plant and equipment at cost	33.3%
Motor vehicles at cost	22.5%
Furniture, fixtures and fittings at cost	25%
Computer equipment at cost	20%

(f) Financial instruments

Initial recognition and measurement

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

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

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

RSPCA Darwin Regional Branch Incorporated

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

Classification

On initial recognition, the Association classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - FVOCI

Financial assets are not reclassified subsequent to their initial recognition unless the Association changes its business model for managing financial assets.

Amortised cost

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

The Association's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of assets and liabilities.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Financial assets through profit or loss

All financial assets not classified as measured at amortised cost or fair value through other comprehensive income as described above are measured at FVTPL.

Net gains or losses, including any interest or dividend income are recognised in profit or loss.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis. When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Association considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Association's historical experience and informed credit assessment and including forward looking information

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Association has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

RSPCA Darwin Regional Branch Incorporated

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

Trade receivables (Continued)

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in expenses. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

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 and unearned revenue.

(g) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cash flows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cash flows. Changes in the measurement of the liability are recognised in profit or loss.

3 Cash and Cash Equivalents

	2021	2020
	\$	\$
Cash on hand	1,525	336
Cash and cash equivalents	540,175	334,657
	<u>541,700</u>	<u>334,993</u>

4 Other assets

CURRENT		
Trade and other receivables	22,444	59,407
Prepayments	9,640	15,462
	<u>32,084</u>	<u>74,869</u>

RSPCA Darwin Regional Branch Incorporated

Notes to the Financial Statements

For the Year Ended 30 June 2021

5 Property, plant and equipment

	2021 \$	2020 \$
LAND AND BUILDINGS		
Land		
At cost	<u>170,000</u>	170,000
	<u>170,000</u>	170,000
Buildings		
At cost	1,202,661	1,096,602
Accumulated depreciation	(253,685)	(229,921)
Impairment provision	(220,449)	(220,449)
	<u>728,527</u>	646,232
Total land and buildings	<u>898,527</u>	816,232
PLANT AND EQUIPMENT		
Vet clinic furniture and equipment		
At cost	155,231	195,526
Accumulated depreciation	(3,055)	-
Total capital works in progress	<u>152,176</u>	195,526
Plant and equipment		
At cost	99,270	81,526
Accumulated depreciation	(80,271)	(76,567)
	<u>18,999</u>	4,959
Furniture, fixtures and fittings		
At cost	34,944	15,925
Accumulated depreciation	(18,136)	(15,925)
	<u>16,808</u>	-
Motor vehicles		
At cost	13,500	13,500
Accumulated depreciation	(13,500)	(13,500)
	<u>-</u>	-
Computer equipment		
At cost	3,113	3,113
Accumulated depreciation	(3,113)	(2,638)
	<u>-</u>	475
Total plant and equipment	<u>187,983</u>	200,960
Total property, plant and equipment	<u>1,086,510</u>	<u>1,017,192</u>

RSPCA Darwin Regional Branch Incorporated

Notes to the Financial Statements

For the Year Ended 30 June 2021

6 Trade and other payables

	2021 \$	2020 \$
CURRENT - Unsecured		
GST payable	1,577	(110)
Trade payables	13,876	31,269
Accrued expenses	24,511	46,339
Unearned revenue	-	15,000
	<u>39,964</u>	<u>92,498</u>

7 Employee Benefits

Current liabilities		
Provision for annual leave	41,233	36,739
	<u>41,233</u>	<u>36,739</u>
Non-current liabilities		
Provision for long service leave	32,415	23,217
	<u>32,415</u>	<u>23,217</u>

8 Contingencies

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

9 Events after the end of the Reporting Period

The financial report was authorised for issue on 18 October 2021 by the Directors.

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.

10 Statutory Information

The registered office of the association is:

RSPCA Darwin Regional Branch Incorporated
80 Boulter Road
Berrimah NT 0811

RSPCA
Darwin Regional Branch

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*Thank you to all our team members, sponsors, donors,
supporters, partners, members and volunteers for another
fantastic year for RSPCA Darwin*

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