





Nina and Nathaniel at the Hobart Animal Care Centre



Chip the one eyed duck was surrendered to the RSPCA

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CEO Peter West at the launch of the Million Paws Walk 2017

Vision

A Tasmania where all animals are treated with respect & kindness

Mission

RSPCA Tasmania - Helping Animals; Enlightening People; Changing Lives

About RSPCA Tasmania

We are the peak animal welfare body in Tasmania.

We are an autonomous, non-government, community organisation that has been operating in this state since 1878.

We are a not-for-profit organisation (Company Limited By Guarantee) governed by a Board chosen by RSPCA members and chosen for their skills. The Board acts according to our constitution and gives us our policy and strategic focus.

Our staff and volunteers ultimately report to the Chief Executive Officer who is the main conduit between the day-to-day operations of the society and the Board.

The main functions of the Society in Tasmania are:

- to investigate cases of alleged cruelty or neglect;
- to operate Animal Care Centres;
- to work with all levels of Government to ensure adequate legislation is in place;
- to heighten community awareness of animal welfare issues;
- to manage a successful and sustainable state-wide business; and,
- to raise funds to support these functions.

Board of Directors

The names of each person who has been a director during the year:

	Appointed	Resigned
Stuart Roberts	29/10/2016	
Alexandra Garrott	11/04/2016	
Owen Davis	21/03/2016	
Melanie Richardson	18/04/2016	
Felicia Mariani	18/04/2016	
Kristy Brown	18/04/2016	
Simon Froude	18/04/2016	23/12/2016
Paula Robinson	19 May 2016	1/02/2017
Harry Rolf	19 May 2016	24/8/2016

OFFICE HOLDERS

President:	Simon Froude	1 January 2016 - 23 December 2016
	Alexandra Garrott	23 December 2016 - present
Vice-President:	Alexandra Garrott	1 January 2106 - 23 December 2016
	Felicia Mariani	23 December 2016 - present
Treasurer:	Melanie Richardson	18 April 2016 - present
Company Secretary:	Peter West	

RSPCA Tasmania

Board Report

Financial Year 2016 - 2017

Tasmania has a long and strong history of prevention of cruelty to animals. Our organisation is now 140 years old, certainly worth celebrating. So it is with great pleasure that on behalf of the Board I present this report to our members of the Society.

This past year has been one of rebuilding and investment in what we feel will deliver better outcomes for animals into the future.

Our aim of providing a stable and sustainable organisation has meant that we are always looking to provide best practice and innovative ways to do what we do better. This is our first full year as a Company Limited by Guarantee and we are confident that this move will provide the business transparency and accountability that our stakeholders have asked for.

We have a professional strong committed Board. During the last 12 months we farewelled three board members. Harry Rolfe, who moved interstate and Paula Robertson whose work commitments meant she wasn't able to



Jack and Ember surrendered horses.

continue her Board position. We were sad to see our previous President Simon Froude leave also due to work commitments. We certainly thank Simon, Harry and Paula for their assistance and guidance and wish them well in their future endeavours.

At the last AGM Stuart Roberts joined the Board and has been a welcome addition to the team. I would personally like to thank all of our Board members for freely giving up so much of their time and for their wise counsel over the last 12 months.

Congratulations must also go out to all the members of staff for their continued diligence and dedication to the organisation, and to all our wonderful volunteers that provide so many valuable hours of service. We continue to achieve some outstanding results and rehome animals at very a high success rate, with our live release rate this year at 78%.

Our Inspectorate area has delivered strong results again this year. Almost 2,200 calls were made to our 24/7 Animal Cruelty Hotline throughout the year, broken down into 3,479 individual complaints, sometimes with multiple complaints needing to be addressed at each job location - plus 397 animals were either seized or surrendered in the 12 month period.

Our advocacy program remained robust throughout this year; with RSPCA Tasmania helping to deliver significant changes within the Cat Management Plan, we continued to lobby for better conditions for Greyhounds, and worked hard with Animal Welfare Advisory Committee to push for new amendments to the Animal Welfare Act.

Nationally Member Societies worked well together and campaigned hard on issues like layer hen welfare, stopping Live Export of Cattle, stopping the use of whips in racing and highlighting the health effects of dogs that have exaggerated physical features.

One special event that happened during this year was the Cocktail Party hosted by our

Patron - her Excellency, Professor The Hon Kate Warner, Governor of Tasmania. It was a highlight on our calendar and provided a great opportunity for the organisation to showcase what we do to a new audience.

I would like to acknowledge the Department of Primary Industries, Parks, Water and Environment and commend them for their continued support throughout this year, especially the Minister Jeremy Rockliff MP.

RSPCA Australia, together with the other State and Territory Member Societies, has continued to provide assistance throughout this year and we thank them for their support and guidance.

I would also like to thank all our members and other supporters that care so much for this organisation.

It was identified over the last couple of years that we remain far too reliant on Bequest income and sometimes fickle fundraising success to meet budget. This year the Board and staff embarked on a project to look at what it is we do and how best to address the challenges we face into the future. The resulting Sustainability plan is currently being rolled out and we are all committed to ensuring RSPCA Tasmania meets its new targets and plays a continued and important community role into the future. It remains a serious issue and one identified as urgent in our Strategic plan.

In conclusion I would like to thank my fellow Board members for their wonderful assistance and support during this year and look forward (as it says in our Vision Statement) to a Tasmania where all animals are treated with respect and kindness.

Alexandra Garrott
President
RSPCA Tasmania



President Alexandra Garrott with our patron Professor The Hon, Kate Warner Governor of Tasmania.



Staff and volunteers welcome guests to the Governors celebration. Photographer: Al Bett

History

The Tasmanian Society for the Prevention of Cruelty to Animals started in Tasmania in 1878 and has always led the way in animal welfare discussions and been the voice for animals in need.

We have achieved much over recent years and there is still a lot to do. It is incumbent upon everyone involved to ensure that this foundational community organisation is here for the next 140 years.

Change

Change is never easy, and throughout this year we have had to make some tough decisions around how we achieve sustainability and focus on the core elements of our organisation.

The challenge is not a new one for established not-for-profit organisations in a world where there seemingly are new charity organisations starting up every week. The review and planning process, led by the board and supported by staff, has shown that doing nothing is not an option.

With the support of RSPCA Australia the sustainability project provided a number of recommendations that will be implemented in the 2017-18 financial year. We look forward to reporting a positive change in the next annual report.

Live Release Rate

We have been able to maintain a high Live Release Rate of 77%. It was only a few years ago that this rate sat at around 60%. It is a real testament to the staff and volunteers that we continue to re-home more animals than ever before.



Surrendered chickens from the Hobart centre.



Puppies ready for adoption.

Animal Welfare Advisory Committee

Our membership of the Animal Welfare Advisory Committee is a clear example of how we are helping the community get better results for animals. This committee provides valuable advice to the Minister on matters pertaining to animal welfare, and we thank Lisa Edwards for her great work representing RSPCA Tasmania on this group.

Petbarn

Petbarn again showed their great support by helping us to re-home cats from their Rosny, Launceston and Kingston shops. Petbarn are amazing partners and we thank them for going above and beyond to help us help more animals in need.



Lost Ducklings start a new life.



Party Animal greeting guests at the Governors celebration

Media

Media reports remained strong and positive and we thank all media that have helped us get the message out about improving animal welfare outcomes.

Our social media platforms continue to enable us to communicate with our supporters and this year, our Facebook likers exceeded the 70,000 mark.

Staff

As part of the changes brought on by the sustainability plan we will be losing our Communications Manager David Rose from our team at the end of this year. David has been with the organisation for the past three years and has helped with many of the positive outcomes we have enjoyed over that time.

Abby Laskey also left during this year. Abby had worked at the Launceston Animal Care Centre before transitioning to become the Hobart Centre Manager. Her friendly presence was definitely welcome and Abby oversaw many great initiatives at the Centre.

This year has also seen a strong shift towards getting a stronger Veterinarian presence within the organisation. Dr Andrew Byrne joined the organisation in September as Chief Veterinarian and has overseen our investment in in-house veterinary services.



Cupcake Day snuggles on the lawns of Parliament House Hobart 2016.

Photographer: Al Bett

Volunteers

In our Animal Care Centres, volunteers undertake approximately 25% of the total hours worked. Without their ongoing support and contribution, we would not be able to achieve the excellent results that we do.

Our foster carers are special people that open their homes and their hearts to Tasmanian animals in need. After spending some time in a loving foster home environment, animals return to our Centres having been given the best possible opportunity to find their forever homes.

We sincerely thank all our volunteers, including foster carers, who help us make a difference in the lives of Tasmanian animals and people.



Gabby ex Inspectorate dog heads off to a new life.



Students from John Paul 2nd School delivered a gift box to the Hobart Centre.



Volunteer Janet at Launceston.

Work for the Dole

The Centres have never looked better - largely due to the work of the participants and their supervisors involved in group Work for the Dole projects. We thank everyone at our three Animal Care Centres that helped with the projects.

Thanks also to the Service Providers for helping organise the projects, some of which were quite complex and difficult to pull together.

ANZ

Thanks to ANZ we had a large presence at AGFEST in May. Our stand was heavily visited and the adoption dogs that our team took along all received a great deal of attention.

ANZ also agreed to support our volunteer of the month award by donating a \$100 gift card to the chosen volunteer. We certainly would like to thank ANZ for their continued support of RSPCA Tasmania.



Volunteer Rex at Hobart.

RSPCA Tasmania Veterinary Facilities

2016-17 saw the recommencement of an internal veterinary service at both the Hobart and the Launceston Animal Care Centres. This has lessened the reliance of the Care Centres on external veterinary services, improved the access of Animal Care Centre staff to veterinary service and advice, improved the overall health care of the animals on a day-to-day basis within the Care Centres and made significant saving on external veterinary costs.

The Inspectorate team has also benefitted from having in-house and immediate advice on cases that they may be investigating and where possible, there can be direct in-house assistance with complicated cases.



Volunteer Barry at Devonport.



Boss the centre Cat in Launceston.

Cat Management Plan

RSPCA Tasmania is committed to assisting the Tasmanian Government with the implementation of the Cat Management Plan. As a Cat Management Facility we will assist by taking in wild and unowned cats; ensuring that these animals are treated with the utmost care and respect, and that their welfare is foremost when assessing their future. We will also have an educative role and work with other organisations and local councils to ensure the community is aware of the changes taking place.

Devonport Animal Care Centre

The Devonport Animal Care Centre had a very positive 2016-17 year, with the continuation of “Work for the Dole” projects sprucing up the small dog area, creating dedicated rabbit adoption pens as well as additional beautification of the property and the amenity for the visiting public and the animals alike.

The Care Centre also exceeded all expectations, with the team managing to adopt all of the cats available for adoption during the “Catcapacity” adoption initiative.

Launceston Animal Care Centre

Launceston Animal Care Centre saw the finalisation of Work for the Dole projects over the first few months of 2016, with the last project involving the creation of a clinic area where in-house veterinarians can examine, repair and hold animals in need of veterinary attention.

The team at the Launceston Animal Care Centre have continued to work hard for the animals of Launceston and northern Tasmania. The Care Centre administers the Launceston City Council Pound contract (dogs) and provides care for a wide range of other animals in need.

Hobart Animal Care Centre

Work for the Dole projects such as the cat boarding area and the creation of extra horse yards have made a significant difference to how the Care Centre is able to care for cats, as well as stray, injured and Inspectorate-seized horses and other large animals.

The Hobart Animal Care Centre welcomed the recommencement of in-house veterinary care for the animals during 2016-17, once again

utilising the “Elsie Cameron” veterinary clinic that had been built 10 years ago to provide veterinary care for Tasmanian animals in need. This has enabled a rapid response to the veterinary needs of animals in our care as well as training the animal care staff as to how to recognise disease, help diagnose disease and instigate care plans that maintain the animal health within the Care Centre.



A dog having a ball at the Launceston Centre.

Animal Care Centres

	Devonport	Hobart	Launceston	Total
Total dogs intake	113	247	1,090	1,450
Total cats intake	742	746	1,072	2,560
Total other animal intake	96	291	176	563
Total animals	951	1,284	2,338	4,573
Raw Live release Rate (LRR) %	74	77	81	77
LRR (less Wild, unowned Cats) %	89	89	92	90



Rescue kitten at the Hobart Centre.



Puppy selfie.

Inspectorate

This year our Inspectorate team travelled just under 157,000 kilometres, investigating 2,182 complaints of animal cruelty or other animal welfare issues. These complaints could be broken down into 3,479 individual complaints, with multiple complaints needing to be addressed at each job location.

Our staffing levels remained stable, with one Inspector based in the North West on a part time basis; three Inspectors based in the Northern office comprising of the Chief Inspector, Senior Inspector and the RSPCA Tasmania Prosecutor (non-operational); and two Inspectors based in the South of the State.

A key word in our name is “Prevention”, and our educational role is paramount in facilitating this. That educational approach has been a major focus also in our compliance role. This is a joint approach between all those upholding the Animal Welfare laws in Tasmania.

We are very appreciative of community support from other external organisations and recruited various helpers this year with particularly challenging animal welfare matters. Their skills enabled us to achieve positive results from matters that had uncertain outcomes.

Our Inspectorate team has contributed significantly and assisted DPIPW with numerous major animal welfare investigations and prosecutions. Our Inspectors also work closely with the Office of Racing Integrity (ORI), Tasmania Police and local Councils. Often we share information, resources, or manpower in our respective roles to achieve positive results.

The Inspectorate team also continues to provide training at the Tasmania Police Academy on Animal Welfare Act legislation.

A significant number of our jobs entail dealing with people with mental health issues, hoarding issues, or those living in squalid conditions. Our Senior Inspector has become a member of the Hoarding and Squalor Working Group. The group consists of representatives from Baptcare, Anglicare, Partners in Recovery and others.

Our three year agreement with the Department ended this year and a new agreement has been

reached that specifies more clearly the role our Inspectors play in helping uphold the Animal Welfare Act.

We acknowledge the management and staff of the Department of Primary Industries, Parks, Water and Environment for their continued assistance and guidance.



Long term resident Gumby heads off to a new life.

Inspectorate Results

Total calls logged to our Animal Cruelty Hotline: **2182**

Body Condition	789
Unsuitable Living Conditions	590
Insufficient Food and Water	545
No Treatment	366
Inadequate Shelter	311
Abandonment	302
Cruelty	244
Tethered / Confined	170
Hot Animal in Vehicle	83
Other	99
Total	3479

Investigation Outcomes:

Finalised without any charges	1943
Section 14 Instruction Notices issued	229
Infringement Notices issued	4
Number of people charged	6
Total	2182

Breakdown of animals:

Dogs	1941
Horses	495
Cats	447
Sheep	323
Poultry / Birds	252
Cattle	188
Puppies	170
Goats	110
Rabbits	96
Pigs	43
Farm / Reptile / Zoo	29
Wildlife	28
Guinea Pigs	28
Other	121
Total	4271

Prosecution Details:

Prosecutions finalised	6
Number of individual charges	15
Number of successful prosecutions	5
Prosecutions pending	26

Team RSPCA at the Raw Challenge March 2017



FINANCIAL STATEMENTS 2016/2017



Director's Report

Your directors present this report on RSPCA Tasmania Ltd for the year ended 30 June 2017.

The names of each person who has been a director during the year, or to the date of this report are:

	Appointed	Resigned	Meetings of Directors	
			Eligible to attend	Number attended
Stuart Roberts	29/10/2016		Yes	8
Alexandra Garrott	11/04/2016		Yes	14
Owen Davis	21/03/2016		Yes	13
Melanie Richardson	18/04/2016		Yes	14
Felicia Mariani	18/04/2016		Yes	12
Kristy Brown	18/04/2016		Yes	13
Simon Froude	18/04/2016	23/12/2016	Yes	9
Paula Robinson	19/05/2016	1/02/2017	Yes	5
Harry Rolf	19/05/2016	24/8/2016	Yes	2

Principal Activities

The principal activity of RSPCA Tasmania Ltd is to consider and act for the welfare of animals within the internationally recognised policy framework known as the five freedoms for animals:

- Freedom from hunger and thirst
- Freedom from discomfort
- Freedom from pain and injury or disease
- Freedom to express normal behaviour
- Freedom from fear and distress

RSPCA Tasmania works to prevent suffering and cruelty to animals and promote the welfare of animals by:

- Educating the Tasmanian community regarding the humane treatment and management of animals, and increasing public awareness of and support for animal welfare;
- Enforcing the existing laws to prevent cruelty to animals
- Influencing the amendment or development of legislation and standards considered necessary for the protection and welfare of animals
- Providing animal rescue and welfare activities

The short term objectives of RSPCA Tasmania are to:

- Create a fiscally sustainable organisation;**
- Maintain an animals first focus;**
- Work with other reputable animal care providers to ensure we can help as many animals as possible across the state;**
- Ensure our core business upholds our vision and mission**

To achieve these objectives, the RSPCA Tasmania has adopted the following strategies:

1. Ongoing review and restructure of business operations
2. Development and implementation of strong marketing plans for both regular and workplace giving
3. Lessening reliance on bequests
4. Developing and maintaining a strong budget
5. Forming associations with key organisations within animal care and welfare in Tasmania
6. Reviewing and renegotiating all contractual relationships

Information on Directors

Alexandra Garrott	President and Chair of Board
Qualifications	BA, Grad Dip Sci (Hons), MBT, GAICD
Experience	The Royal Society for the Prevention of Cruelty to Animals Australia T/A RSPCA Australia ACN 163 614 668 (Director since 2016); Salvation Army Tasmania (Advisory Board Member - since 2015); Kingston Beach Surf Life Saving Club Incorporated (Director since 2013)
Felicia Mariani	Vice President and Deputy Chair
Qualifications	GAICD, AICD
Experience	Executive and Senior Management roles in the public, private and NFP sectors; 20 years of experience in complex marketing environments; Extensive background in Corporate Communications and Government Relations at a State and Federal level; Accomplished track record in establishing commercial partnerships and strategic alliances.
Melanie Richardson	Treasurer
Qualifications	BCom, CA, FTIA, CTA
Experience	Director of WLF Accounting & Advisory with over 21 years' experience in business and personal accounting and advisory; Treasurer and Executive Director Weightlifting Tasmania Inc (March 2015 to April 2016).
Owen Davis	Director
Qualifications	LLB and BA; admitted to practice in a number of state supreme courts including Tasmania, and in the federal jurisdiction
Experience	8 years post-admission experience in private legal practice in Sydney, Western Australia and Tasmania with an emphasis on commercial litigation and corporate

Kristy Brown	Director
Qualifications	BCom, Grad Cert in Public Sector Management, GAICD
Experience	Director People and Culture, Relationships Australia Tasmania. More than 20 years' experience in managing and leading high performing teams, with extensive Human Resource Management and general Management experience. Currently participating in the Tasmanian Leaders Program 2017.
Stuart Roberts	Director
Qualifications	LLB (Tas), Nationally accredited mediator and Child Dispute
Experience	Admitted as a legal practitioner in Tasmania in 1980; Barrister; Mediator; Former Judge of the Federal Circuit Court of Australia; Board Member of Launceston Community Legal Centre; Former member of the Board of Launceston Church Grammar School.

The entity is incorporated under the Australian Charities and Not-for-profits Commission Act 2012 and is a company limited by guarantee. If the entity is wound up the constitution states that each member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the entity. At 30 June 2017, the total amount that the members of the company are liable to contribute if the company wound up is \$1,430.

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2017 has been received and can be found within the auditor's report.

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



Ms A Garrott (Chair)

Dated this 26th day of September 2017

25 September 2017

The Members
RSPCA Tasmania

Report to the Members regarding Change of Structure

In accordance with a resolution passed at the 2015 AGM, RSPCA Tasmania transitioned its structure from an Incorporated Association, under the Associations Incorporation Act (Tas) 1964, to a Company Limited by Guarantee, under the Corporations Act 2001, effective from 4 May 2016.

As advised to the members last year, the Corporations Act allows a start-up company's audited financial statements to cover a period greater than 12 months and as a result the figures presented here encompass the performance for the period from 5 May 2016 to 30 June 2017.

Ruddicks have conducted an audit of the financial statements of the new entity, RSPCA Tasmania and, in my opinion, the figures presented in the statement of Profit and Loss for the period 5 May 2016 to 30 June 2017 and the Balance Sheet as at 30 June 2017 present a true and fair view of the performance for the period and are not materially misstated.

A representative of Ruddicks will be in attendance at the AGM should you have any questions in relation to this.

Yours faithfully



Lyndal Kimpton
Partner

robert.j.ruddick FCA
craig.a.leighton FCA
lyndal.k.kimpton CA

81081-3 (Letter to the members)



Liability limited by a scheme approved under the Professional Standards Legislation

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF RSCPA TASMANIA
FOR THE YEAR ENDED 30 JUNE 2017**

› Partners to rely on

Report on the Financial Report

Opinion

I have audited the financial report of RSCPA Tasmania (the registered entity), which comprises the statement of financial position as at 30 June 2017, 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 to the financial statements, including a summary of significant accounting policies, and directors declaration.

In my opinion, the accompanying financial report of RSCPA Tasmania has been prepared in accordance with Div. 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 2017 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards and Div. 60 of the *Australian Charities and Not-for-profits Commission Act 2012*.

Material Uncertainty in relation to Going Concern

In forming my opinion on the financial statements, which is not modified, I have considered the adequacy of the disclosure made in note 1(m) concerning the registered entity's ability to continue as a going concern. In order to continue operations for the next 12 months the registered entity is dependent on achieving the points outlined in this note. This indicates the existence of a material uncertainty which may cast significant doubt as to the registered entity's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the registered entity was unable to continue as a going concern.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the registered entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Information Other than the Financial Report and the Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the registered entity's annual report for the year ended 30 June 2017, but does not include the financial report and my auditor's report thereon. My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon. In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

robert j ruddick FCA
craig a leighton FCA
lyndal k kington CA



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Liability limited by a scheme approved under the Professional Standards Legislation

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF RSPCA TASMANIA
FOR THE YEAR ENDED 30 JUNE 2017**

Responsibility of the Directors for the Financial Report

The directors' of the registered entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with the Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the 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 directors' are responsible for assessing the registered entity'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 directors 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

My 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 my opinion. Reasonable assurance is a high level of assurance, but it is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I 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 my 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 registered entity's internal control.
- Evaluate the appropriateness of the accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the registered entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

RSCPA TASMANIA ABN 71 723 781 546

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF RSPCA TASMANIA
FOR THE YEAR ENDED 30 JUNE 2017**

I will communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

L K Kimpton
Ruddicks
102 Tamar Street
LAUNCESTON TAS 7250

Signed:



Date: 29th of September 2017

Statement of Profit or Loss and Other Comprehensive Income

For the period 4 May 2016 to 30 June 2017

	Notes	2017 \$
OPERATING REVENUE		
Animal Centre		
Adoption		512,204
Boarding		55,933
Other animal centre		51,063
Inspectorate animal		22,305
		641,505
Vet Clinic		
Vet clinic income		22,757
		22,757
Pound		
LCC service contract		59,583
Dog release		16,168
		75,751
Inspectorate service		
DPIPWE service contract		400,000
		400,000
Marketing & development		
Telemarketing commission		16,726
Donations		110,746
Fundraising	16	794,024
Sponsorships	17	4,658
Membership		3,964
		930,118
Grants & subsidies		
Council grants	18	12,481
Council subsidies	90	21,500
Grants	20	52,273
Government work for the dole project	20	90,948
National Subsidies		88,261
Royalties		14,588
		280,051
Merchandising		
Sale of goods & services	21	114,697
Chocolate & drink income		1,791
		116,488
Sundry income		
Gain on disposal of assets		500
Other income		8,849
		9,349
TOTAL OPERATING REVENUE		2,476,019
NON-OPERATING REVENUE		
Dividend income		24,615
Interest		635
Gain/(loss) on market value of investments		16,390
Legacies & bequests		792,068
		833,708
TOTAL NON-OPERATING REVENUE		833,708
TOTAL REVENUE		3,309,727
TOTAL OPERATING EXPENSES		(4,090,306)
NET CURRENT PERIOD DEFICIT		(780,579)
OTHER COMPREHENSIVE INCOME		
TOTAL OTHER COMPREHENSIVE INCOME FOR THE PERIOD		-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		(780,579)

The accompanying notes form part of this financial report.

RSPCA Tasmania Limited

Statement of Profit or Loss and Other Comprehensive Income

For the period 4 May 2016 to 30 June 2017

	Notes	2017 \$
OPERATING EXPENSES:		
Animal care		
Cleaning		8,068
Food		32,158
Other animal centre expenses		25,432
Inspectorate animal expenses		7,693
		73,351
Veterinary costs		
Veterinary expenses		208,173
Desex costs		16,897
Microchip expenses		18,277
Consumables & minor equipment		115,196
		358,543
Pound		
Sundry		256
		256
Marketing & development		
Advertising		7,155
Fundraising	16	350,038
		357,193
Employment expenses		
Employment expenses		2,532,756
Move in annual & long service leave		28,080
Other employment expenses		14,038
Training and development		381
Meeting expenses		4,141
OHS measures		3,502
		2,582,898
Merchandising		
Cost of goods and services	21	69,356
Corporate services		
Accountancy and audit	3	15,400
Subscriptions		53,647
Bank fees		10,340
Communications & call centre		102,251
Consultancy		3,651
Insurance		87,301
Printing, stationery and computer expenses		58,569
Professional fees		4,752
Sundry		20,330
		356,241
Travel & motor vehicle		
Travel and meeting expenses		21,158
Motor vehicle expenses		54,981
		76,139
Property & utilities		
Rent, rates & charges	19	26,271
Repairs & maintenance		14,061
Security		1,557
Minor equipment		3,869
Work for the dole project - maintenance animal care centres		74,182
Power charges		33,263
		153,203
Depreciation		
Depreciation	3	63,126
		63,126
TOTAL OPERATING EXPENSES		4,090,306

The accompanying notes form part of this financial report.

RSPCA Tasmania Limited

Statement of Financial Position

As at 30 June 2017

	Note	2017 \$
ASSETS		
CURRENT ASSETS		
Cash on hand	4	162,959
Financial assets	5	33,659
Inventories on hand	6	27,125
Accounts receivable and other debtors	7	11,038
Other current assets	8	46,259
Total Current Assets		281,040
NON-CURRENT ASSETS		
Property, plant and equipment	9	916,624
Total Non-Current Assets		916,624
TOTAL ASSETS		1,197,664
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and other payables	10	312,626
Employee provisions	11	184,496
Borrowings	12	38,521
Total Current Liabilities		535,643
NON-CURRENT LIABILITIES		
Employee provisions	11	57,569
Total Non-Current Liabilities		57,569
TOTAL LIABILITIES		593,212
NET ASSETS		604,452
EQUITY		
Reserves		4,406
Retained Surplus	13	600,046
TOTAL EQUITY		604,452

The accompanying notes form part of this financial report.

RSPCA Tasmania Limited

Statement of Changes in Equity

As at 30 June 2017

	Retained Earnings	Rescue Equip Reserve	Total
Balance at 4 May 2016	-	-	-
Comprehensive income	-	-	-
Transfer of Business from RSPCA (Tasmania) Inc.	1,380,625	4,406	1,385,031
Loss for the period attributable to members of the entity	(780,579)	-	(780,579)
Total comprehensive income attributable to members of the entity	600,046	4,406	604,452
Balance at 30 June 2017	600,046	4,406	604,452

The accompanying notes form part of this financial report.

RSPCA Tasmania Limited

Statement of Cash Flows

For the period 4 May 2016 to 30 June 2017

	Notes	2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers & donors		2,263,610
Payments to suppliers and employees		(4,028,412)
Interest received		635
Bequest income		792,068
Dividend & trust income		24,615
Grant income & Work for the dole		494,641
Net cash generated from operating activities	14	(452,843)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property plant & equipment		500
Payments for property plant & equipment		(106,440)
Proceeds from sale of available-for-sale investments		299,991
Net cash used in investing activities		194,051
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayments of lease and asset purchase liabilities		38,521
Transfer of business from RSPCA (Tasmania) Inc		-
Net cash generated from financing activities		38,521
Net decrease in cash held		(220,271)
Cash transferred from RSPCA (Tasmania) Inc		383,230
CASH AT THE END OF THE PERIOD	4	162,959

The accompanying notes form part of this financial report.

RSPCA Tasmania Limited

1 Statement of Significant Accounting Policies

Basis of Preparation

RSPCA Tasmania Limited applies Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards.

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

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

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts in the financial statements have been rounded to the nearest dollar.

The business operations of RSPCA (Tasmania) Inc. were transferred into RSPCA Tasmania Limited on 4 May 2016. On this date, RSPCA Tasmania Limited assumed control of all assets and responsibility for all liabilities. This report includes the financial activity of RSPCA Tasmania Limited from the transfer date.

The financial statements were authorised for issue on 21 September 2017 by the directors of the company.

(a) Income Tax

The Company has not adopted the principles of tax-effect accounting as it is exempt from income tax under section 50-45 of the Income Tax Assessment Act 1997.

(b) Property, Plant and Equipment

Property, plant and equipment are measured using the cost basis. Property (excluding land), plant and equipment are depreciated over the expected useful life of each asset using the straight line basis.

The Branch's tenure at its Remount Road location is controlled by a lease agreement with the Launceston City Council, which was renegotiated in September 2012 for two years. Upon expiry, the term has been negotiated and extended for a further period of 12 months year on year with the current agreement due to expire on 1 August 2018.

The carrying amount of property, plant and equipment is reviewed annually by the Board to ensure that it is not in excess of the recoverable amount of these assets. The recoverable amount of an asset is the net amount expected to be recovered through the net cash inflows from its continued use and subsequent disposal. In determining the recoverable amount of non-current assets the net cash flows have not been discounted to their present value.

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

Buildings and Structural improvements	2.5%
Leasehold improvements	10.0%
Motor vehicles	22.5% - 30.0%
Other equipment	5.0% - 40.0%

1 Statement of Significant Accounting Policies (continued)

(c) Financial instruments

Financial instruments are initially measured at cost on trade date, which includes transactions costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

(i) Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(ii) Available-For-Sale Financial Assets

Available-for-sale financial assets are those non-derivative financial assets that are designated as available for sale or that are not classified as loans and receivables, held to maturity investments or financial assets at fair value through profit and loss. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

Available-for-sale financial assets are carried at fair value and any unrealised gains or losses arising from changes in fair value are recognised in other comprehensive income. When the financial asset is sold the cumulative gain or loss is reclassified into profit or loss.

(iii) Financial Liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal repayments and amortisation.

(d) Revenue

Revenue from the adoption and boarding of animals is recognised upon provision of the service.

Grants are recognised as revenue in the period in which the Company obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the Company and the amount of the grant can be measured reliably. Interest revenue is recognised on a proportional basis, taking into account the interest rates applicable to the financial assets. Other revenue items, including donations, merchandising, Inspectorate contract, bequests and fundraising are recognised on receipt.

(e) Employee Entitlements

Provision is made for RSPCA Tasmania's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

Employee benefits payable later than one year have been measured at the present value of the estimated future cash flows to be made for those benefits. RSPCA has estimated the present value of the future cash flows using a short-hand measurement technique as this provides an estimate that is not materially different from that determined using present value calculations.

(f) Impairment

The carrying amounts of the Company's assets, other than inventories (see accounting policy 1(j)) are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the income statement, unless the asset has previously been revalued, in which case the impairment loss is recognised as a reversal to the extent of that previous revaluation with any excess recognised through profit or loss.

Impairment of receivables is not recognised until objective evidence is available that a loss event has occurred. The recoverable amount of other assets is the greater of their fair value less costs to sell and value in use.

Impairment losses are reversed when there is an indication that the impairment loss may no longer exist and there has been a change in the estimate used to determine the recoverable amount.

1 Statement of Significant Accounting Policies (continued)

(g) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST. The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included as part of the receivables or payables.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(h) Cash Flows

For the purpose of the Statement of Cash Flows, cash includes cash on hand and cash held at call with financial institutions.

(i) Comparatives

Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

(j) Inventories

Stock on hand is valued at the lower of cost or net replacement cost.

(k) Cash on Hand

Cash on hand includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturity of three months or less.

(l) Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the Company, are classified as finance leases. Finance leases are capitalised by recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a diminishing value basis over their estimated useful lives where it is likely that RSPCA will obtain ownership of the asset or over the term of the lease.

Lease payments under operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

(m) Going Concern

At 30 June 2017 RSPCA Tasmania Ltd had current assets of \$281,040, consisting of cash, receivables and other assets readily convertible to cash, and current liabilities of \$535,643, consisting of trade and other payables, current leave entitlements and insurance funding. The conditions above indicate the existence of a material uncertainty which may cast doubt as the RSPCA Tasmania Limited's ability to continue as a going concern.

The board have undergone an externally mediated sustainability review of their current business enterprises and as a result steps are in place to ensure the future sustainability of the organisation. These steps include:

- Review of core business
- Structure fundraising
- Organisational structure
- Available finance from:
 - related parties
 - financial institutions

The directors believe that there is a reasonable prospect of RSPCA Tasmainan Limited to generate sufficient cashflows from these steps to fund its working capital requirements.

1 Statement of Significant Accounting Policies (continued)

(n) New Accounting Standards for Application in Future Periods

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods and which the Company has decided not to early adopt. A discussion of those future requirements and their impact on the Company is as follows:

AASB 9 Financial Instruments and the relevant amending standards

AASB 9 is one of a series of amendments that are expected to replace AASB 139 Financial Instruments: Recognition and Measurement. The main impact of the standard is to change the requirements for the classification, measurement and disclosures associated with financial assets. Under the new requirements the four categories of financial assets in AASB 139 will be replaced with two measurement categories: fair value and amortised cost.

The adoption of this standard is not expected to have a significant effect on the Company.

AASB 2015-6 Amendments to Australian Accounting Standards - Extending Related Party Disclosures to Not-for-Profit Public Sector Entities

The amendments extend the scope to AASB 124 Related Party Disclosures to include not-for-profit public sector entities.

The adoption of this standard is not expected to have a significant effect on the Company.

AASB 15 Revenue from Contracts with Customers, and AASB 2014-5 Amendments to Australian Accounting Standards arising from AASB 15

Under the new standard, a single model that applies to contracts with customers and two approaches to recognising revenue, at a point in time or over time is proposed. The model features a contract-based five-step analysis of transactions to determine whether, how much and when revenue is recognised.

The new standard will apply to contracts of not-for-profit entities that are exchange contracts. AASB 1004 Contributions will continue to apply to non-exchange transactions until the Income from transactions of Not-for-Profit Entities project is completed.

These Standards are applicable retrospectively and amend the classification and measurement of financial assets. The Company has not yet determined any potential impact on the financial statements.

AASB 16: Leases (applicable to annual reporting periods beginning on or after 1 January 2019)

When effective, this Standard will replace the current accounting requirements to leases in AASB 117: Leases and related Interpretations. AASB 16 introduces a single lessee accounting model that eliminates the requirements for leases to be classified as operating or finance leases.

The main changes introduced by the new Standard are as follows:

- Recognition of a right-to-use asset and liability for all leases (excluding short-term leases with less than 12 months of tenure and leases relating to low-value assets);
- Depreciation of right-to-use assets in line with AASB 116: Property, Plant and Equipment in profit or loss and unwinding of the liability in principal and interest components;
- Inclusion of variable lease payments that depend on an index or a rate in the initial measurement of the lease liability using the index or rate at the commencement date;
- Application of a practical expedient to permit a lessee to elect not to separate non-lease components and instead account for all components as a lease; and
- Inclusion of additional disclosure requirements.

The transitional provisions of AASB 16 allow a lessee to either retrospectively apply the Standard to comparatives in line with AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors or recognise the cumulative effect of retrospective application as an adjustment to opening equity on the date of initial application.

Although members of the company anticipate that the adoption of AASB 16 will impact the Association's financial statements, it is impracticable at this stage to provide a reasonable estimate of such impact.

2 Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

Key Estimates – Impairment

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

Notes to the Financial Statements

For the period 4 May 2016 to 30 June 2017

		2017
		\$
3	Operating Result	
	EXPENSES	
	Depreciation of buildings	
	Buildings	8,333
	Building Improvements	18,183
	Leasehold Improvements	11,077
		37,593
	Depreciation of plant and equipment	
	Furniture, plant and equipment	21,052
	Motor vehicles	4,481
		25,533
	Total Depreciation	63,126
	Auditor's Remuneration	
	Audit of the financial report	10,000
	Other	5,400
		15,400
4	Cash	
	Cash on hand	1,100
	ANZ	State
		158,587
	ANZ	State
		1,275
	Bendigo Bank	State
		947
	Westpac	Marketing
		1,050
	Total Cash	162,959
	The above figures agree to cash at the end of the financial year as shown in the Statement of Cash Flows.	162,959
5	Investments	
	Investment Accounts	
	Listed Shares	State
		7,901
		7,901
	Investments Held in Trust	
	Evelyn Estelle Bantick - Hobart	25,758
		25,758
		33,659
6	Inventory	
	Veterinary Suppliers	18,778
	Goods for resale	8,347
		27,125
7	Receivables	
	Other receivables	11,038
		11,038
8	Other Assets	
	Prepayments	43,623
	Other	2,636
		46,259

Notes to the Financial Statements

For the period 4 May 2016 to 30 June 2017

		2017 \$
9	Property, Plant and Equipment	
	LAND AND BUILDINGS	
	Land	146,000
	At cost	146,000
	Buildings	
	At cost	289,000
	Less: accumulated depreciation	(122,611)
		166,389
	Building Improvements	
	At cost	358,408
	Less: accumulated depreciation	(112,171)
		246,237
	Veterinary Clinic	
	At cost	229,493
	Less: accumulated depreciation	(56,422)
		173,071
	Leasehold Improvements	
	At cost	485,347
	Less: accumulated depreciation	(420,285)
		65,062
	Total Land and Buildings	796,759
	PLANT AND EQUIPMENT	
	Furniture, plant and equipment	
	At cost	419,610
	Less: accumulated depreciation	(304,249)
		115,361
	Motor vehicles	
	At cost	321,265
	Less: accumulated depreciation	(316,761)
		4,504
	Total Plant and Equipment	119,865
		916,624

NET MOVEMENTS IN CARRYING AMOUNT

	Opening balance	Transfer from RSPCA (Tasmania) Inc.	Additions/ disposals	Depreciation	Closing balance
Land	-	146,000	-	-	146,000
Buildings	-	174,722	-	(8,333)	166,389
Buildings improvements	-	193,249	64,550	(11,562)	246,237
Veterinary clinic	-	179,692	-	(6,621)	173,071
Leasehold improvements	-	39,905	36,234	(11,077)	65,062
Furniture, plant & equipment	-	130,758	5,655	(21,052)	115,361
Motor vehicles	-	8,985	-	(4,481)	4,504
	-	873,311	106,439	(63,126)	916,624

Notes to the Financial Statements

For the period 4 May 2016 to 30 June 2017

		2017
		\$
10	Payables	
	Trade creditors	171,468
	Payroll liabilities	130,806
	Sundry creditors and accruals	10,352
		<u>312,626</u>
11	Provisions	
	CURRENT	
	Annual leave	180,289
	Long service leave	4,207
		<u>184,496</u>
	NON-CURRENT	
	Long service leave	57,569
	Aggregate employee entitlements liability	<u>242,065</u>
	NUMBER OF EMPLOYEES	
	Full time equivalent employees at the end of the year	30
12	Borrowings	
	Insurance Funding	<u>38,521</u>
13	Accumulated Funds	
	Accumulated funds at the beginning of the financial year	-
	Net surplus/(deficit) for the year	(780,579)
	Transfer of business from other entity	1,380,625
	Accumulated funds at the end of the financial year	<u>600,046</u>
14	Reconciliation of Net Deficit to Cash Flows from Operations	
	Operating profit	(780,579)
	Non-cash items included in net surplus	
	Depreciation	63,126
	Transfers for Assets and Liabilities (profit) / loss on sale of fixed assets	(177,186)
	(profit) / loss on sale of fixed assets	(500)
	(profit) / loss on sale of investments	(16,390)
	Changes in assets and liabilities	
	(Increase)/decrease in receivables	11,038
	(Increase)/decrease in inventories	(27,125)
	(increase)/decrease in investments	(33,659)
	Increase/(decrease) in other assets	(46,259)
	Increase/(decrease) in payables	312,626
	Increase/(decrease) in employee provisions	242,065
	Net Cash Flows from Operating Activities	<u>(452,843)</u>

Notes to the Financial Statements

For the period 4 May 2016 to 30 June 2017

15 Financial Instruments

a) RSPCA Tasmania's financial instruments consist mainly of deposits with banks, short-term investments, accounts receivable and payable. The Company does not have any derivative instruments at 30 June 2017.

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

	Notes	2017 \$
Financial assets		
Cash and cash equivalents	4	162,959
Assets held in trust	5	25,758
Receivables	7	11,038
Investments	5	7,901
		<hr/> 207,656
Financial liabilities		
Financial liabilities at amortised cost	10	
- trade and other payables		312,626
		<hr/> 312,626

Financial risk management policies

The Board of RSPCA is responsible, among other issues, for monitoring and managing financial risk exposures of the Company. Discussions on monitoring and managing financial risk exposures are held monthly and minuted by the Board. The Board's overall risk management strategy seeks to ensure that the Company meets its financial targets, whilst minimising potential adverse effects of cash flow shortfalls.

Specific financial risk exposures and management

The main risks the Company is exposed to through its financial instruments are market risk, liquidity risk, credit risk and liquidity risk.

- (i) Credit risk - the risk to RSPCA if a customer or counter party fails to meet its contractual obligations as they fall due. The carrying amount of financial assets represents RSPCA maximum exposure to credit risk in relation to these assets and liabilities.
- (ii) Liquidity risk - the risk RSPCA will not be able to meet its financial obligations as and when they fall due. RSPCA has sufficient cash balances to meet its present financial obligations relating to payables, which are all payable during the 2018 financial year.
- (iii) Market risk - the risk that the fair value of future cash flows will fluctuate because of changes in market prices. The primary risk relates to RSPCA exposure to interest rate risk and equity price risk.

Notes to the Financial Statements

For the period 4 May 2016 to 30 June 2017

15 Financial Instruments (continued)

b) Financial Instrument Composition and Maturity Analysis

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity. Cash flows realised from financial assets reflect management's expectation as to the timing of realisation. Actual timing may therefore differ from that disclosed. The timing of cash flows presented in the table to settle finance leases reflect the earliest contractual settlement dates.

	Floating interest rate	Fixed interest 0 - 1 years	Fixed interest 1 - 5 years	Non- interest bearing	Total
2017					
Financial assets					
Cash	160,634	-	-	2,325	162,959
Investments	33,659	-	-	-	33,659
Receivables	-	-	-	11,038	11,038
Total financial assets	194,293	-	-	13,363	207,656
Weighted average interest rate	0.50%				
Financial liabilities					
Payables	-	-	-	312,626	312,626
Total financial liabilities	-	-	-	312,626	312,626
Weighted average interest rate					
Net financial assets/(liabilities)	194,293	-	-	(299,263)	(104,970)

	2017	
	Carrying Amount \$	Net Fair Value \$
Financial Assets		
Cash	162,959	162,959
Investments	33,659	33,659
Receivables	11,038	11,038
	207,656	207,656
Financial Liabilities		
Payables	312,626	312,626
	312,626	312,626
Net Financial Assets (Liabilities)	(104,970)	(104,970)

Notes to the Financial Statements

For the period 4 May 2016 to 30 June 2017

16	Fundraising	Income	Expenses	Surplus/ (Deficit)
	2017			
	Happy Tails Day	1,939	(522)	1,417
	Million Paws Walk	95,713	(14,208)	81,505
	Quiz Nights	12,946	(405)	12,541
	CupCake Day	55,533	(2,163)	53,370
	Appeals	76,256	(34,527)	41,729
	Raffles	377,709	(262,372)	115,337
	Guardian Angel	32,111	(12,993)	19,118
	Jacks Gift	36,100	(1,231)	
	Other Fundraising Income	105,717	(21,617)	84,100
	Total Fundraising	794,024	(350,038)	443,986
				2017
				\$
17	Sponsorships			
	Sign sponsorship			4,358
	Other Sponsorship			300
	Total Sponsorships			4,658
18	Council Grants			
	Clarence Council			12,481
				12,481
19	Council Subsidies			
	Launceston Council Rental assistance			21,500
	Rates and other charges			4,770
				26,270

The Branch's tenure at its Remount Road location is controlled by a lease agreement with the Launceston City Council, which was renegotiated in September 2012 for two years. Upon expiry, the term has been negotiated and extended for a further period of 12 months year on year with the current agreement due to expire on 1 August 2018.

Notes to the Financial Statements

For the period 4 May 2016 to 30 June 2017

		2017 \$
20	Grants	
	Bruce Wall	2,273
	Other grants	50,000
	Work for the dole	90,948
		143,221

Work for the dole amounts relate to income received under federal government funding. Funding is expended on specific projects within the organisation. Expenditure that is of a capital nature has been transferred to the balance sheet. All other items are expended within the profit and loss statement.

21	Sale of goods and services	
	Sales	114,697
	Cost of sales	(69,356)
	Gross profit	45,341
	Gross profit margin	39.53%

22 Contingencies

The directors are of the opinion that there are no contingent assets or liabilities that require disclosure in the financial report.

23 Subsequent Events

The directors are not aware of any significant events since the end of the reporting period.

24 Related Party Transactions

Directors receive no remuneration.

25 Fair Value Measurements

The Company measures and recognises the following assets at fair value on a recurring basis:

- Available-for-sale financial assets

a) Fair value hierarchy

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

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

The fair value of assets and liabilities that are not traded in an active market is determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

25 Fair Value Measurements (continued)

Valuation Techniques

The Company selects valuation techniques that are appropriate in the circumstances and for which sufficient and relevant data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the assets or liability being measured. The valuation techniques selected by the Company are consistent with one or more of the following valuation approaches.

- Market approach: uses process and other relevant information generated by market transactions involving identical or similar assets or liabilities.
- Income approach: converts estimated future cash flows or income and expenses into a single current value.
- Cost approach: reflects the current replacement cost of an asset or its current service capacity.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions and risks. When selecting a valuation technique, the Company gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data and reflect the assumptions that buyers and sellers would generally use when pricing the asset and liability are considered observable, whereas inputs for which market data are not available and therefore are developed using the best information available about such assumptions are considered unobservable.

The following tables provide the fair value of the Company assets measured and recognised on a recurring basis after initial recognition, categorised within the fair value hierarchy.

2017	Note	Level 1	Level 2	Level 3	Total
Recurring Fair Value Measurement		\$	\$	\$	\$
Available -for-sale financial assets					
- Shares in listed companies	5	7,901	-	-	7,901
- Trust investment	5	25,758	-	-	25,758
		<u>33,659</u>	<u>-</u>	<u>-</u>	<u>33,659</u>

There were no transfers between levels 1 and 2 during the year, nor between levels 2 and 3.

Assets and liabilities not measured at fair value but for which fair value is disclosed

The Company has assets and liabilities which are not measured at fair value, but for which fair values are disclosed in other notes. (refer note 14)

The carrying amounts of receivables and trade and other payables are assumed to approximate their fair values due to their short-term nature (Level 2).

26 Entity Details

The registered office of the entity is:
 RSPCA Tasmania Limited
 20 Cavalry Road
 MOWBRAY TAS 7248

The principal place of business is:
 RSPCA Tasmania Limited
 20 Cavalry Road
 MOWBRAY TAS 7248

27 Members' Guarantee

The company is incorporated under the Australian Charities and Not-for-profit Commission Act 2012 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the entity.

Directors Declaration

For the period 4 May 2016 to 30 June 2017

For the year ended 30 June 2017

The directors of the RSPCA Tasmania Ltd declare that, in the director's opinion:

The financial statements and notes, as set out on pages 1 to 18 are in accordance with the Australian Charities and Not-for-Profits Commission Act 2012 and;

- (a) gives a true and fair view of the financial position of RSPCA Tasmania Ltd as at 30 June 2017 and of its performance for the year ended on that date; and
- (b) comply with Australian Accounting Standards

There is reasonable grounds to believe that the RSPCA Tasmania Ltd will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with subs 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2013



Alexandra Garrott

Chair



Melanie Richardson

Treasurer

Launceston

Date: 26 September 2017



PO Box 66, Mowbray Tasmania 7248
www.rspcatas.org.au

