

**FAMILY PLANNING QUEENSLAND
AND ITS CONTROLLED ENTITIES**

Trading as “true relationships & reproductive health”

A.B.N. 61 009 860 164

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

FAMILY PLANNING QUEENSLAND
Trading as “true relationships & reproductive health”
FOR THE YEAR ENDED 30 JUNE 2018

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FAMILY PLANNING QUEENSLAND

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DIRECTORS REPORT

DIRECTORS

The Directors of Family Planning Queensland (Company), present their report on the consolidated entity (Group), consisting of Family Planning Queensland and the entities it controlled at the end of, and during, the financial year ended 30 June 2018.

The following persons were Directors of Family Planning Queensland during the whole of the financial year and up to the date of this report unless otherwise stated:

- Natalie Bain - Chairperson
- Bob Van Beusekom
- Robert Edwards
- Giuseppe Taddeo
- Donna Bonney
- Dr Clare Boothroyd
- Julia Duffy
- Tania Hillman - (Appointed 29 March 2018)
- Clare Maher - (Appointed 29 March 2018)
- Antony Ziemek - (Resigned 22 November 2017)
- Zoe Ellerman - (Resigned 22 November 2017)

Company Secretary

- Charles Robinson

DIRECTORS' AND SECRETARY'S DETAILS

Antony Ziemek, BA, GAICD

Tony Ziemek is a qualified board member and consultant with extensive experience in energy, renewable technologies, treasury, banking, agribusiness, retail, health and the arts. Tony has over 30 years of commercial experience in Australia and England across a range of industries and significant infrastructure projects, major acquisitions, floats and restructures. As a corporate treasurer, Tony has held roles with large ASX listed corporations (Adsteam and Elders) and with the Queensland electricity generators, Tarong Energy and Stanwell Corporation.

Current roles are Chairman of Barrington Treasury Services, board member of Maleny Credit Union and Perpetuwave Power Pty Ltd.

Special Responsibilities: Chair of the Board and Member, Audit & Finance Committee (to 22/11/2017).

Bob Van Beusekom, MSc, CA, FCPA, PMP, GAICD

Bob is a chartered accountant, has master degrees in information management and economics and is a member of CPA Australia (Fellow), CA Netherlands, Project Management Institute, International Coach Federation and Australian Institute of Company Directors. He has worked in large consulting firms, own enterprises and in executive roles in companies and governments. His roles included finance director, controller, chief information officer, change manager, program director, auditor and consultant. Most of these roles have been in finance, IT and risk/governance, serving as strategic business partner. Bob has lived in several countries such as The Netherlands, China, Costa Rica, Israel and Australia. Next to his working life, Bob has supported the community by volunteering during his travels, for Amsterdam Arts, Aids and Cancer fundraising and Gay, Lesbian, Bi- and Transsexual events. These activities focused on supporting interest groups in general and creating liberal and safe environments for minorities in particular.

Special Responsibilities: Chair of the Board (from 22/11/17 to 8/6/2018) and Member, Audit & Finance Committee.

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DIRECTORS REPORT

Robert Edwards, BCom FCA

Robert is a Chartered Accountant, Registered Tax Agent, Registered Company Auditor, Registered Self-Managed Super Fund Auditor and Registered Green House Auditor, Justice of the Peace (Qualified) and formerly a fellow of the Australian Institute of Company Directors. His career experience has been predominantly in public practice of accounting in Brisbane. Robert has extensive knowledge of the public accounting industry and for twenty five years has been an accredited Quality Assurance Reviewer of other accounting firms for CPA Australia and Chartered Accountants Australia and New Zealand. Robert is currently the Managing Director of C&N Audit Services Pty Ltd - part of the Chan & Naylor Australia Group.

Special Responsibilities: Chair - Audit & Finance Committee

Giuseppe Taddeo, MBA, Grad Dip Bus Admin, Assoc Dip Diagnostic Radiography

Gus Taddeo originally qualified as a Radiographer with his business career starting in South Australia as a technical representative for Cook Medical. Over a 26 year career at Cook he moved through roles in regional and international sales, business development and eventually as the Managing Director for the last 10 years.

Gus has been a board member and Chair of the Medical Industry Association, ran a digital production company, has been on several Industry advisory groups and worked as an executive coach. Gus most recently served as Chief Operating Officer of Artius Pty Ltd who provide Disability Employment and Psychological Services and has now been appointed CEO of Cardihab Pty Ltd, a Cardiac Rehabilitation company spun off from CSIRO research.

Special Responsibilities: Chair - Clinical Advisory Committee

Donna Bonney, M. Nursing, Grad Cert Ed., Grad Cert Emergency Nursing, B. Nursing

Donna has a nursing background and over 25 years of experience as a clinician, educator, manager and leader in both public and private healthcare organisations. As the CEO of Mater Education, Donna is a member of the Mater Group Executive and currently leads a large and diverse team of multidisciplinary education and simulation professionals and is responsible for organisation-wide teaching and learning for over 6,500 staff. As the head of Mater Education Limited, a leading private education provider, she is also responsible for the provision of several nationally recognised healthcare qualifications and a suite of clinical education and simulation programs for the continuing professional development of the healthcare workforce. Donna has adjunct Associate Professor roles with both ACU and UQ, holds a number of undergraduate and postgraduate qualifications in nursing, education, simulation, project management and corporate governance.

Special Responsibilities: Deputy Chair of the Board (from 8/6/2018), Member, Governance Committee; Member Clinical Advisory Committee

Natalie Bain, B Arts, Grad Dip Public Relations

Natalie is a senior communication and engagement specialist with 16 years' experience in corporate communication, partnership building and stakeholder engagement at community, state, national and international levels. While currently based in Brisbane, Natalie has lived and worked in remote and regional Queensland as well as interstate.

Her work, predominantly in the resources sector, has focussed on building and maintaining relationships between organisations and host communities and creating strategic partnerships with charities and not-for-profits.

After roles with miner Zinifex and state-owned electricity generators Tarong Energy and Stanwell Corporation, Natalie joined multinational mining services company Orica in 2013 as their Global Community Manager with responsibility for developing and leading a strategic approach to community engagement.

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Special Responsibilities: Deputy Chair of the Board to 8/6/2018, Chair of the Board (from 8/6/2018), Member, Governance Committee

Dr Clare Boothroyd, MB BS (Hons) M Med Sci MBA (Exec) FRACP FRANZCOG CREI GAICD

Clare Boothroyd completed specialisation internal medicine (endocrinology) and obstetrics and gynaecology. She is currently the Chair of the Training and Accreditation Committee of the CREI (reproductive endocrinology and infertility sub-speciality of the Royal Australian and New Zealand College of Obstetricians and Gynaecologists). Her current roles include: Board Member and Vice President of the Asia Pacific Initiative in Reproductive Health (ASPIRE) and Chair of the Education Committee of ASPIRE; Board member of the Fertility Society of Australia, Chair of the Review Committee of the Australia and New Zealand Assisted Reproduction Database (ANZARD); Vice President of Australian and New Zealand Society of Specialists in Reproductive Endocrinology and Infertility. She represented the FSA in the recent NHMRC Working Party on the review of Ethical Standards in the Practice of Assisted Reproductive Technology and completed an executive MBA in 2015. In 2008 she established an independently owned IVF unit, Care Fertility, of which she is Medical Director. She has been a long term supporter of True and has volunteered her teaching to the True courses for doctors for many years.

Julia Duffy, BA, MA, LLB (Hons), LLM (Hons)

Julia Duffy is a lawyer with 20 years' experience in Administrative Law and decision making, public policy and senior management. Her experience traverses several government portfolios, including consumer protection, regulatory systems, tax administration and law and justice. From 2012 to 2013 Julia was the Executive Director and Official Solicitor for the Queensland Child Protection Commission of Inquiry. In June 2015 she was appointed Deputy Public Guardian and from August 2015 to July 2016 she acted as Queensland's Public Guardian.

Julia has a long held commitment to social justice and human rights issues.

Special responsibilities: Chair - Governance Committee, Member - Audit & Finance Committee

Tania Hillman, B.Com. CA

Tania is a chartered accountant with over 19 years of commercial experience, predominately in the financial services sector. Starting her career within public practice before transitioning into commercial accounting, she has extensive experience in tax, international accounting standards, regulatory standards and financial markets. She is a member of the Chartered Accountants Australia and New Zealand Corporate Advisory Panel.

Tania is currently the finance manager at RACQ Bank, a subsidiary of the Royal Automobile Club of Queensland Ltd. A strong advocate of lifelong learning, she has been fortunate to work with organisations dedicated to helping others through education and is proud to support True.

Special Responsibilities: Member - Audit & Finance Committee from 8 June 2018

Clare Maher, FRACGP, Dip O&G, MPH

Clare is a General Practitioner with over 25 years of experience as a clinician and educator. She currently works at the Inala Indigenous Health Service and at a specialist outreach Diabetes service. Clare is fortunate to have worked with Aboriginal and Torres Strait Islander people for over 15 years and has significant experience in refugee health. Her interests include medical education, evidence based medicine and women's health. She has been involved with the teaching of medical students and GP registrars for many years.

Since 2016 Clare has been the RACGP Qld Domestic and Family Violence Champion General Practitioner. This involves promoting the role and responsibilities of GP's in the care of people who have experienced IPV.

Special Responsibilities: Member - Clinical Advisory Committee from 8 June 2018

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Zoe Ellerman, LLB, B Arts (Hons), admitted as a solicitor to the Supreme Court of Queensland and the High Court of Australia

Zoe’s career has focused on Indigenous affairs. Zoe is fortunate to have had the opportunity to listen to, talk with and work for Aboriginal and Torres Strait Islander people in Queensland, South Australia, the Northern Territory and Western Australia. Zoe has held senior roles in government and outside of government, including as a lawyer, but also in research and policy development, and senior organisational management. Zoe currently works in Brisbane, Cairns and Cape York as a member of the executive in a not-for-profit organisation, the Cape York Institute. The Institute drives a wide ranging Indigenous reform agenda in partnership with Cape York people, the Queensland and Australian Governments, and the private sector.

Special Responsibilities: Chair - Governance Committee (to 22/11/2017)

Charles Robinson, B Env Sci, MBA, Grad Dip App Corp Gov, FGIA, GAICD

Mr. Robinson has provided corporate governance and company secretarial services to organisations for over seventeen years and is a Fellow of both the Governance Institute of Australia and the Institute of Chartered Secretaries and Administrators. He has extensive experience in assisting organisations achieve sustainable growth, with a particular emphasis on ensuring that the corporate governance aspects of the organisation are robust and promoting sound business practices.

Committee Memberships

<u>Governance Committee</u>	<u>Audit & Finance committee</u>	<u>Clinical Advisory Committee</u>
Chair : Zoe Ellerman (to 22/11/17)	Chair: Robert Edwards	Chair: Giuseppe Taddeo
Chair: Julia Duffy (from 22/11/2017)	Antony Ziemek (to 22/11/17)	Donna Bonney
Natalie Bain	Bob Van Beusekom	Clare Boothroyd
Donna Bonney	Julia Duffy (from 22/11/2017)	Clare Maher (from 8/6/2018)
	Tania Hillman (from 8/6/2018)	

Directors’ Meetings

During the year there were six meetings of directors, plus committee meetings. Attendance details are:

Director	Directors' meetings		Audit and Finance Committee		Governance Committee		Clinical Advisory Committee	
	Number eligible to attend	Number attended	Number eligible to attend	Number attended	Number eligible to attend	Number attended	Number eligible to attend	Number attended
Natalie Bain	6	4	-	-	4	4	-	-
Bob Beusekom	5	5	6	6	-	-	-	-
Donna Bonney	6	5	-	-	4	3	2	2
Clare Boothroyd	6	4	-	-	-	-	2	1
Julia Duffy	6	6	3	2	2	2	-	-
Robert Edwards	6	6	6	6	-	-	-	-
Zoe Ellerman	2	2	-	-	2	2	-	-
Tania Hillman	1	1	-	-	-	-	-	-
Clare Maher	1	1	-	-	-	-	-	-
Gus Taddeo	6	4	-	-	-	-	2	2
Anthony Ziemek	2	2	3	2	-	-	-	-

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OUR OBJECTIVES AND ACTIVITIES

The objectives of True are:

- To promote sexual and reproductive health amongst the public.
- To prevent ill-health in the area of sexual and reproductive health.
- To educate the public in respect to all issues relating to sexual and reproductive health.
- To provide clinical, education and training services to attain the objectives of True.
- To raise and secure sufficient funds for the advancement of the objectives of True.
- To receive any funds and to distribute these funds in a manner that best attains the objectives of True; and
- To do all things which are incidental or conducive to the attainment of all or any of the objects of True.

True’s vision and mission were achieved by meeting the objectives of the Strategic Agenda: 2016-2021. These include:

- Access and excellence: improve community well-being by raising awareness and increasing access to expert services throughout Queensland and beyond.
- Education with impact: develop and deliver contemporary education and training programs and resources, recognised for the quality of content, delivery and accessibility.
- Research and leadership: provide sector leadership through collaborative research, evidence-based practice and ongoing service reviews.
- Co-design and innovation: continue to improve our products and services with stakeholders through co-design, partnerships and innovation.
- Profit for purpose: engage in fundraising and social enterprise to underpin our financial sustainability and increase our positive social impact.

True monitors the business by:

- Providing detailed briefs and outcome reports to the Board for review incorporating:
 - Quarterly Audit & Finance Committee meetings and annual, external audits.
 - The Board’s Governance committee which examines corporate governance compliance and reports to the board.
 - The Board’s Clinical Advisory committee which examines clinical and education services to assess quality controls, customer feedback, risk and compliance and makes recommendations to the board.
- Reviewing and analysing quarterly results against the annual operational plan which is aligned with critical actions and cross functional activities.
- Meeting the requirements of the international standard ISO 9001:2008, the National Safety and Quality Health Service Standards (NSQHS) and the Human Services Quality Framework (HSQF) underpinned by an effective Quality Management System (QMS).
 - ISO 9001:2008 This standard is based on a number of quality management principles including strong customer focus, the motivation and involvement of top management, and a process approach based on continual improvement. The incorporation of this standard into the way of working helps to ensure that customers get consistent, good quality products and services.
 - NSQHS provide a nationally uniform set of safety and quality measures across a wide range of health care services. They include evidence-based improvement strategies to bridge current and best practices that affect a large number of clients.
 - HSQF is the quality assurance framework used by the Department of Communities, Disability Services and Seniors and Department of Child Safety, Youth and Women (the departments) for assessing and promoting improvement in the quality of human services.
- Maintaining a clinical incident reporting system.

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- Confirming compliance with medical and nursing registrations.
- Undertaking effective clinical governance and adherence to True’s clinical practice guidelines.
- Seeking, monitoring and responding to customer feedback including both individual feedback and that from customer advisory groups and stakeholder advisory groups.
- Undertaking an effective risk management process including mitigation actions at organisational level and project level.
- Providing six-monthly performance reports for the Queensland Health, Department of Child Safety, Youth and Women and Department of Communities, Disability services, and Seniors including quarterly statistics relating to funded services.
- Using reference or steering groups to oversee specific strategies of funded projects
- Annual review of the 2016-2021 organisational strategy to ensure the organisational direction is matching community need.
- Monitoring legislative requirements including those relating to clinical and education services.
- Engaging online monitoring services to ascertain data on website and social media activity.

PRINCIPAL ACTIVITIES

The principal activities of the company during the year were to provide sexual and reproductive health and community gynaecology services in accordance with the Constitution and to ensure all services were adequately funded and professionally delivered.

REVIEW OF OPERATIONS

During this financial year, True launched two wholly owned subsidiary companies, Curae Technologies Pty Ltd and Curae Technology Holdings Pty Ltd (Curae). After significant feasibility studies True started this viable social enterprise as a separate entity, which would enter into the market on a commercial basis, with the goal to eventually provide a revenue stream to support True’s goal to both expand its service reach and service offering.

The 2018 consolidated deficit of \$92,805 and total comprehensive income of \$80,218 includes Curae expenses of \$173,878. The operating surplus of True RRH (parent entity) for the year ended 30 June 2018 was \$81,073 and total comprehensive income was \$254,096. Other comprehensive income included a fair value increment in relation to available-for-sale financial assets of \$173,023.

In line with its intended budget in its first 8 months of operations, True via Curae expended \$173,878 of our retained Investment Funds into this start up. A grant has already been won from Perpetual Trustees and this will be applied towards its continued funding during 18/19 financial year.

Total revenue for the Group increased by \$364,395 to \$9,440,197 compared to 2016/17 financial year. The main increases were primarily due to government grant funding increments, new projects undertaken in 17/18 and investment dividend.

Our Check UP auspiced services funded by the federal Department of Health have once again enabled us to expand our service footprint into rural and remote areas by conducting Pop Up clinics. Nearly 1,000 Queensland women have been able to benefit from this service reach expansion.

Total Group expenditure increased by \$677,047 to \$9,533,002 compared to 2016/17. The main increases relate primarily to labour costs, Curae expenses and software amortisation relative to a disposal cost of the carrying value of some educational materials.

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FUTURE DEVELOPMENTS

Family Planning Queensland t/a True Relationships & Reproductive Health (True) is positioned as the expert in reproductive and sexual health. It provides a wide range of clinical and educational services in partnership with stakeholders such as the Queensland government, hospitals, schools, charitable organisations and philanthropic funds.

True continues to engage with funders, clients, stakeholders and employees to seek feedback and continually improve service offerings and delivery.

True’s strong focus on providing clinical services to meet community needs in remote and rural areas has had support from Hospital and Health Services (HHS) as well as Primary Health Networks (PHNs) across the State. There is an enduring focus for 2019 on providing innovative outreach services and programs to meet the diverse needs of the community. The organisation will continue to explore expansion of clinics across Queensland and beyond State borders. This includes continued discussion and planning around establishing clinics in the South East Queensland corner such as the Sunshine and Gold Coasts.

Community education will explore new markets and offerings using a new learning management system that will modernise the way education is delivered. The Traffic Lights® suite will proceed towards its goal of integration into mainstream university programs and professional development offerings. Discussions around International expansion of the suite into the United Kingdom and Japan will continue. The All Schools program will aim to reach over 10% of public schools in Queensland by the end of the 2019 financial year with further expansion planned.

The clinical education team will offer mixed mode learning and develop new education pathways and professional development opportunities. Changes to the National Cervical Screening Program will provide new opportunities for the development of webinars and information sessions to support and upskill providers.

The Cairns Sexual Assault Service continues to build networks and referral pathways offering a valuable community service which is well connected and supported.

True embarked on a commercialised project as part of its strategic focus on sustainability - Curae Technology. Like every start-up, there is a period where the parent organisation invests in the establishment and preparation of a product before fully entering a market. The financial statement reflects that; with expectations that a return on investment will be seen in future financial years. Contractual negotiations will be finalised allowing for conversion of interested parties into commercial arrangements.

The current economy is in a state of flux, however True remains steadfast in its strategic focus, in delivering robust services to communities and maintains its position as a source of factual information on relationships and reproductive health.

MEMBERSHIP AND CATEGORIES

The two categories of membership of the company are: Individual or Organisational membership. Eligible members must be over 18 years of age.

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DIRECTORS REPORT

MEMBERSHIP GUARANTEE

The liability of the Members is limited strictly to an obligation for each Member to contribute \$40, if demanded, to the assets of true if it is wound up while he or she is a Member, or within one year afterwards. Each member guarantees to make such payment if demanded.

AUDITOR'S INDEPENDENCE DECLARATION

The Independence Declaration of the lead auditor is included at page 10

Signed in accordance with a Resolution of the Directors.



Ms Natalie Bain
Director

16 October 2018

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INDEPENDENCE DECLARATION



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DECLARATION OF INDEPENDENCE BY K L COLYER TO THE DIRECTORS FAMILY PLANNING QUEENSLAND

As lead auditor of Family Planning Queensland for the year ended 30 June 2018, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *ACNC Act 2012* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Family Planning Queensland and the entities it controlled during the period.

A handwritten signature in black ink, appearing to read 'K L Colyer', with a stylized flourish at the end.

K L Colyer
Director

BDO Audit Pty Ltd

Brisbane, 16 October 2018

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018

	NOTE	2018	2017
		\$	\$
Revenue	2	9,440,197	9,075,802
Employee benefits expense		(6,340,793)	(6,075,415)
Staff associated costs		(239,941)	(209,380)
Consultancy costs		(289,165)	(267,492)
Client support and information		(248,298)	(260,436)
Accommodation costs		(855,391)	(833,225)
Materials and consumables		(231,187)	(160,602)
Depreciation and amortisation expense		(240,643)	(212,742)
Loss on disposal/sale of non current assets		(333,214)	(29,481)
Other expenses		(754,370)	(807,182)
Surplus (Deficit) before income tax		(92,805)	219,851
Income Tax expense	1(b)	-	-
Surplus (Deficit) for the year		(92,805)	219,851
Other Comprehensive income (Deficit)			
<i>Item that will not be reclassified to profit and loss:</i>			
Change in fair value of property asset		-	8,262
<i>Item that will be reclassified to profit or loss:</i>			
Change in fair value of available for sale financial assets		173,023	122,862
Total Other Comprehensive Income/(Deficit)		173,023	131,124
Total Comprehensive Income		80,218	350,975

The above statement should be read in conjunction with the accompanying notes.

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2018

	NOTE	2018 \$	2017 \$
CURRENT ASSETS			
Cash and cash equivalents	3	1,011,025	707,632
Trade and other receivables	4	156,257	38,474
Inventories		62,813	26,996
Other current assets	5	126,320	104,732
TOTAL CURRENT ASSETS		1,356,415	877,834
NON CURRENT ASSETS			
Property, plant and equipment	6	1,116,968	1,189,297
Investments	7	3,566,210	3,296,802
Deposits		271,378	221,523
Intangible assets	8	248,268	540,988
TOTAL NON CURRENT ASSETS		5,202,824	5,248,610
TOTAL ASSETS		6,559,239	6,126,444
CURRENT LIABILITIES			
Trade and other payables	9	1,598,864	1,290,008
Interest bearing liabilities	10	15,916	13,485
Provisions	11	321,744	235,845
TOTAL CURRENT LIABILITIES		1,936,524	1,539,338
NON-CURRENT LIABILITIES			
Provisions	11	78,598	123,207
TOTAL NON-CURRENT LIABILITIES		78,598	123,207
TOTAL LIABILITIES		2,015,122	1,662,545
NET ASSETS		4,544,117	4,463,899
EQUITY			
Accumulated Surplus	12	4,316,602	4,349,994
Reserves	12	227,515	113,905
TOTAL EQUITY		4,544,117	4,463,899

The above statement should be read in conjunction with the accompanying notes.

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR YEAR ENDED 30 JUNE 2018

	Accumulated Surplus	Reserves	Total
	\$	\$	\$
Balance at 1 July 2016	4,130,143	(17,219)	4,112,924
Total Comprehensive income for the year			
Surplus/ Deficit for the year	219,851	-	219,851
<i>Other comprehensive income:</i>			
Change in fair value of available for sale financial assets	-	122,862	122,862
Change in fair value of property	-	8,262	8,262
Total comprehensive income for the year	219,851	131,124	350,975
Balance at 30 June 2017	4,349,994	113,905	4,463,899
Total Comprehensive income for the year:			
Surplus / Deficit for the year	(92,805)	-	(92,805)
<i>Other comprehensive income:</i>			
Change in fair value of available for sale financial assets	-	173,023	173,023
Movement in Reserves	59,413	(59,413)	-
Total comprehensive income for the year	(33,392)	113,610	80,218
Balance at 30 June 2018	4,316,602	227,515	4,544,117

The above statement should be read in conjunction with the accompanying notes.

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CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018

	NOTE	2018 \$	2017 \$
Cash flows from operating activities:			
Receipts from customers		1,524,399	1,776,897
Receipts from grants		8,385,849	8,093,977
Dividends received		249,547	165,649
Interest received		13,238	14,607
Payments to suppliers and employees		(9,565,496)	(9,656,754)
Net cash provided by operating activities	18 (b)	607,537	394,376
Cash flows from investing activities:			
Payments for plant, property and equipment and intangibles		(81,673)	(467,136)
Proceeds from sale of Investments		2,975,810	-
Purchase of Investments		(3,200,711)	(348,587)
Net cash used in investing activities		(306,574)	(815,723)
Cash flows from financing activities:			
Net proceeds from borrowings		2,430	13,375
Net cash provided by financing		2,430	13,375
Net increase/(decrease) in cash held		303,393	(407,972)
Cash at beginning of the financial year		707,632	1,115,604
Cash at the end of the financial year	18 (a)	1,011,025	707,632

The above statement should be read in conjunction with the accompanying notes.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Introduction

Family Planning Queensland is a public company limited by guarantee, incorporated and domiciled in Australia, and is a not-for-profit entity for the purposes of preparing the financial statements.

The consolidated financial statements are for the consolidated entity consisting of Family Planning Queensland (Company) and its subsidiaries and together are referred to as the Group.

The consolidated financial statements were approved for issue in accordance with a resolution by the Directors on 16 October 2018.

During the year the Company established two subsidiaries, Curae Technology Pty Ltd incorporated on 23 August 2017 and Curae Technology Holdings Pty Ltd incorporated on 13 September 2017. These two subsidiaries are fully owned and controlled by Family Planning Queensland.

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

These general purpose financial statements have been prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied 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 presented in the financial statements have been rounded to the nearest dollar.

(a) Principles of consolidation

The general purpose consolidated financial statements incorporate all of the assets, liabilities and results of the parent (Family Planning Queensland) and all of the subsidiaries (including any structured entities). Subsidiaries are entities the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. A list of the subsidiaries is provided in Note 21.

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Intercompany transactions, balances and unrealised gains or losses on transactions between group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

(b) Income tax

The Company's income is exempt from tax under the Income Tax Assessment Act (as amended).

The subsidiaries within the Group, are not exempt from tax under the Income Tax Assessment Act (as amended).

(c) Comparatives

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

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

(d) Critical Accounting Estimates and Judgements

The directors’ estimates and judgements incorporated into the financial report are based on historical results and the best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data from internal and external sources.

(e) Accounting Standards Issued Not Yet Effective

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the Company. The directors have decided not to early adopt any of the new and amended pronouncements. Their assessment of the pronouncements that are relevant to the Company but applicable in future reporting periods is set out below:

New/revised pronouncements	Nature of change	Application date to the Company	Impact to the Company
AASB 1058 (issued December 2016) Income of Not-for-Profit Entities	<p>AASB 1058 establishes principles and guidance when accounting for:</p> <ul style="list-style-type: none"> • Transactions where the consideration to acquire an asset is significantly less than the fair value, principally to enable a NFP to further its objectives, and • The receipt of volunteer services. <p>AASB 1058 supersedes all current income recognition requirements for private sector not-for-profit entities (NFPs), and most of the requirements for public sector NFPs currently contained in AASB 1004 Contributions.</p>	Annual reporting periods beginning on or after 1 January 2019	Due to the recent release of this standard, the entity has not yet made a detailed assessment of the impact of this standard.
AASB 16 (issued February 2016)	Under AASB 16 all leases will be recognised on the statement of financial position, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognised. The only exceptions are short-term and low-value leases. The accounting for lessors will not significantly change.	Annual reporting periods beginning on or after 1 January 2019.	The entity has not yet made a detailed assessment of the impacts of applying the new leases standard.

(f) New, revised or amending Accounting Standards and Interpretations adopted

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (‘AASB’) that are mandatory for the current reporting period.

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

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

(g) Fair Values

Fair values may be used for financial asset and liability measurement as well as for sundry disclosures.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. It is based on the presumption that the transaction takes place either in the principal market for the asset or liability or, in the absence of a principal market, in the most advantageous market. The principal or most advantageous market must be accessible to, or by, the Company.

(h) Impairment of Assets

At each reporting date, the directors review the carrying value of the Company’s tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset’s fair value less costs to sell and value in use, is compared to the assets carrying value. Any excess of the assets carrying value over its recoverable amount is expensed in the Statement of Comprehensive Income.

Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

NOTE 2: SURPLUS / (DEFICIT)

(i) Revenue

Non-reciprocal grant revenue is recognised in the statement of profit and loss and comprehensive income when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

Interest revenue is recognised on using the effective interest method taking into account the interest rates applicable to the financial assets.

Revenue from sale of goods is recognised upon the delivery of goods to customers.

Revenue from the rendering of a service is recognised upon the delivery of the service to the client.

Dividend revenue is recognised when the right to receive a dividend is established.

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 2: SURPLUS / (DEFICIT) (continued)

All revenue is stated net of the amount of Goods and Services Tax (GST).

	2018	2017
	\$	\$
Sales - pharmacy	4,499	6,299
Sales - other	22,698	26,209
Sales - resources & publications	101,658	77,352
Commonwealth and State Government Public Health Outcome Funding Agreement	6,877,673	6,474,170
Other grants	775,541	809,937
Education and training	434,580	470,659
Clinic revenue	922,570	976,473
Interest received - other persons	13,239	14,607
Donations and sponsorships	27,787	3,118
Dividend income	249,546	165,649
Other income	10,406	51,329
Total Revenue	9,440,197	9,075,802

(ii) Charging as expenses

Cost of sales	64,431	47,059
Amortisation	114,971	107,584
Depreciation of non-current assets:		
- Freehold buildings and Leasehold improvements	76,300	50,512
- Plant and equipment	49,372	54,646
Total depreciation	125,672	105,158
Total depreciation and amortisation	240,643	212,742
Impairments and loss on disposal of property, plant & equipment	204,698	-
Impairments and loss on disposal of investments	128,516	-
Operating lease rentals	662,375	651,105

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 3: CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown within short-term borrowings in current liabilities on the Statement of financial position.

	2018	2017
	\$	\$
Cash at bank	18,743	27,385
Cash on hand	3,480	3,480
Cash on short term deposit	988,802	676,767
	<u>1,011,025</u>	<u>707,632</u>

Short term deposits are available on demand.

NOTE 4: TRADE AND OTHER RECEIVABLES

Trade and other receivables are recognised at original invoice amounts less an allowance for uncollectible amounts. Collectability of trade receivables is assessed on an ongoing basis. Debts known to be uncollectible are written off. An allowance is made for doubtful debts where there is objective evidence that the company will not be able to collect all amounts due according to original terms.

Trade Debtors	166,245	48,462
Less: provision for impairment	(9,988)	(9,988)
	<u>156,257</u>	<u>38,474</u>

Trade receivables that are neither past due nor impaired relates to long standing entities with good track record. Due to their short term nature, the carrying amounts of trade receivables are assumed to approximate their fair value. The Group’s exposure to interest rate risk and a sensitivity analysis for financial assets and liabilities is disclosed in Note 19.

NOTE 5: OTHER CURRENT ASSETS

Other Debtors & Prepayments	<u>126,320</u>	<u>104,732</u>
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FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 6: PROPERTY, PLANT AND EQUIPMENT

Each class of property, plant and equipment is initially recognised at cost. Where an item of property, plant or equipment is acquired for no or nominal consideration, the item’s fair value at acquisition date is deemed as its cost. Subsequent to initial recognition, each class is carried at cost or fair value, less where applicable, any accumulated depreciation and impairment losses.

Land and buildings are measured at fair value less accumulated depreciation. Any accumulated depreciation at revaluation date is eliminated against the gross carrying amount of the asset and the net amount is restated as the revalued amount of the asset. A revaluation surplus is credited to other comprehensive income (asset revaluation surplus) unless it reverses a revaluation decrease on the same asset previously recognised in profit or loss. A revaluation deficit is recognised in profit or loss unless it directly offsets a previous revaluation surplus on the same asset in the asset revaluation surplus. On disposal, any revaluation surplus relating to sold assets is transferred to retained earnings. Independent valuations are performed regularly to ensure that the carrying amounts of land and buildings does not differ materially from that the fair value at the end of the reporting period.

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

At each reporting date, the directors review a number of factors affecting property, plant and equipment, including their carrying values, to determine if these assets, grouped into cash-generating units, may be impaired. If an impairment indicator exists, the recoverable amount of the asset, being the higher of the asset’s ‘fair value less costs to sell’ and ‘value in use’, is compared to the carrying value. Any excess of the asset’s carrying value over its recoverable amount is expensed in the Statement of Comprehensive Income as an impairment expense.

As the future economic benefits of the company’s assets are not primarily dependent on their ability to generate net cash inflows, and if deprived of the asset, the company would replace the asset’s remaining future economic benefits, ‘value in use’ is determined as the depreciated replacement cost of the asset, rather than by using discounted future cash flows.

Depreciation

The depreciable amount of all fixed assets, excluding freehold land, is either depreciated on a straight-line basis or diminishing value over their useful lives to the company commencing from the time the asset is held ready for use.

Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Useful life for classes of assets held ranges as follows:

Building	5 - 40 years
Furniture and fittings	5 years
Plant and equipment	3 - 12 years
Motor Vehicles	5 years
Leasehold improvements	4 - 5 years

The assets residual values and useful lives are reviewed and adjusted if appropriate at each sheet balance sheet date.

The gain or loss on disposal of all fixed assets is determined as the difference between the carrying amount of the asset at the time of disposal and the proceeds of disposal, and is included in the Statement of Comprehensive Income in the year of disposal. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 6: PROPERTY, PLANT AND EQUIPMENT (continued)

	2018	2017
	\$	\$
Land & Buildings		
Leasehold improvements - at cost	463,923	480,377
Cairns Freehold Land and Building - at fair value	571,861	540,000
	<u>1,035,784</u>	<u>1,020,377</u>
Less: Accumulated depreciation	(151,784)	(92,624)
Total Land and Buildings	<u>884,000</u>	<u>927,753</u>
Plant & Equipment		
Cost	468,273	390,147
Less: Accumulated depreciation	(293,829)	(165,665)
Total Plant & Equipment	<u>174,444</u>	<u>224,482</u>
Motor Vehicles		
Cost	91,864	91,864
Less: Accumulated depreciation	(60,040)	(54,802)
Total Motor Vehicles	<u>31,824</u>	<u>37,062</u>
Assets Under Construction - at cost	26,700	-
<i>Summary - All assets</i>		
At cost	1,082,621	962,388
At fair value	540,000	540,000
Less: Accumulated depreciation	(505,653)	(313,091)
Written down value	<u>1,116,968</u>	<u>1,189,297</u>

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 6: PROPERTY, PLANT AND EQUIPMENT (continued)

Movement in the carrying amounts between the beginning and the end of the financial year for property plant and equipment.

2018	Land and buildings	Assets under construction	Plant and equipment	Total \$
	\$	\$	\$	
Balance at the beginning of year	927,753	-	261,544	1,189,297
Additions	32,991	26,700	5,157	64,848
Transfers	-	-	-	-
Disposals	(444)	-	(11,061)	(11,505)
Depreciation and impairment expense	(76,300)	-	(49,372)	(125,672)
Carrying amount at the end of the year	884,000	26,700	206,268	1,116,968

2017	Land and buildings	Assets under construction	Plant and equipment	Total \$
	\$		\$	
Balance at the beginning of year	664,194	81,327	233,249	978,770
Additions	324,535	-	96,694	421,229
Transfers	-	(81,327)	-	(81,327)
Disposals	(10,464)	-	(13,753)	(24,217)
Depreciation and impairment expense	(50,512)	-	(54,646)	(105,158)
Carrying amount at the end of the year	927,753	-	261,544	1,189,297

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 7: INVESTMENTS

All investments and other financial assets are initially stated at cost, being the fair value of consideration given plus acquisition costs. Purchases and sales of investments are recognised on trade date which is the date on which the Group commits to purchase or sell the asset. Accounting policies for each category of investments and other financial assets subsequent to initial recognition are set out below.

Available-for-sale financial assets comprise investments in listed and unlisted entities and any non-derivatives that are not classified as any other category of financial assets, and are classified as non-current assets (unless management intends to dispose of the investment within 12 months of the end of the reporting period). After initial recognition, these investments are measured at fair value with gains or losses recognised in other comprehensive income (available-for-sale investments reserve). Where there is a significant or prolonged decline in the fair value of an available-for-sale financial asset (which constitutes objective evidence of impairment) the full amount including any amount previously charged to other comprehensive income is recognised in profit or loss.

Purchases and sales of available-for-sale financial assets are recognised on settlement date with any change in fair value between trade date and settlement date being recognised in other comprehensive income. On sale, the amount held in available-for-sale reserves associated with that asset is recognised in profit or loss as a reclassification adjustment.

The fair value of quoted investments are determined by reference to Securities Exchange quoted market bid prices at the close of business at the end of the reporting period. For investments where there is no quoted market price, fair value is determined by reference to the current market value of another instrument which is substantially the same or is calculated based on the expected cash flows of the underlying net asset base of the investment.

	2018	2017
	\$	\$
Available for sale financial assets	<u>3,566,210</u>	<u>3,296,802</u>

NOTE 8: INTANGIBLES

Development expenditure incurred on an individual project is capitalised if the product or service is technically feasible, adequate resources are available to complete the project, it is probable that future economic benefits will be generated and expenditure attributable to the project can be measured reliably. Expenditure capitalised comprises costs of materials, services, direct labour and an appropriate portion of overheads. Other development costs are expensed when they are incurred. Capitalised development expenditure is stated at cost less accumulated amortisation and any impairment losses and amortised over the period of expected future sales from the related projects which vary from 3 - 5 years. The carrying value of development costs is reviewed annually when the asset is not yet available for use, or when events or circumstances indicate that the carrying value may be impaired.

Software Systems	453,193	846,776
Less: Accumulated amortisation	(204,926)	(305,788)
Written down value	<u>248,268</u>	<u>540,988</u>

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 8: INTANGIBLES (continued)

	2018	2017
	\$	\$
Movement in Carrying Amounts:		
Balance at the beginning of year	540,268	518,341
Additions	16,826	142,184
Disposals	(194,575)	(11,953)
Depreciation and impairment expense	(114,971)	(107,584)
Carrying amount at the end of the year	248,268	540,988

NOTE 9: TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the Group prior to the year-end and which are unpaid. These amounts are unsecured and have 30-60 day payment terms.

Unsecured liabilities:

Trade Creditors	104,743	79,761
Goods and services tax liability	136,565	1,217
Employee tax	71,280	112,488
Fees received in advance	35,880	62,797
Grants received in advance	461,616	369,228
Annual leave	414,890	439,452
Other creditors and accrued expenses	373,890	225,065
	1,598,864	1,290,008

NOTE 10: BORROWINGS

Current

Bank loan	15,916	13,485
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The unsecured bank loan is for a short term funding requirement and was paid out in August 2018.

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 11: PROVISIONS

Provision is made for the Company’s liability for employee benefits arising from services rendered by employees to balance date as follows:

Short-term employee benefits provisions

Provision is made for the Company’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.

Long-term employee benefits provisions

The Company’s net obligation in respect of long-term service benefits, other than obligations under the Company’s defined benefits superannuation fund, is the amount of future benefit that employees have earned in return for their service in the current and prior periods. The obligation is calculated using the projected unit credit method and is discounted to its present value and the fair value of any related assets is deducted. The discount rate is the yield at the balance sheet date on corporate bonds that have maturity dates approximating to the terms of the company’s obligations.

	2018	2017
	\$	\$
Provisions - Current		
Employee benefits:		
- Long service leave	318,054	232,155
- Other	3,690	3,690
	321,744	235,845
Provisions - Non-Current		
Long-term employee benefits	78,598	123,207
	400,342	359,052
 NOTE 12: ACCUMULATED SURPLUS		
Accumulated Surplus at the beginning of the year	4,349,994	4,130,143
Surplus/(deficit) for the year	(92,805)	219,851
Transfer from reserve	59,413	-
Accumulated Surplus at the end of the financial year	4,316,602	4,349,994
 Asset Revaluation Reserve		
Balance at the beginning of the year	8,262	-
Revaluation of land and buildings	-	8,262
Balance at the end of the financial year	8,262	8,262

FAMILY PLANNING QUEENSLAND

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 12: ACCUMULATED SURPLUS (continued)

	2018	2017
	\$	\$
Available for Sale Financial Assets Reserve		
Balance at the beginning of the year	105,643	(17,219)
Revaluation of available for sale financial assets	173,023	122,862
Transfer to accumulated surplus	(59,413)	-
Balance at the end of the financial year	219,253	105,643
Total Reserves	227,515	113,905

NOTE 13: COMMITMENTS

Aggregate amount contracted for but not capitalised in the financial statements

Operating leases:	2018	2017
Not later than 1 year	638,471	699,626
Later than 1 year but not later than 5 years	1,167,332	1,882,028
Later than 5 years	10,776	-
	1,816,479	2,581,654

Commitments due and payable under current operating lease agreements relate to premises at Windsor Gold Coast, Sunshine Coast, Toowoomba, Rockhampton, Bundaberg and Ipswich.

NOTE 14: AUDITOR’S REMUNERATION

	2018	2017
	\$	\$
Amounts received or due and receivable by the auditors for:		
Auditing the financial statements	30,000	28,500
Other services	9,000	8,000
Non-audit services	-	5,525
	39,000	42,025

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 15: KEY MANAGEMENT PERSONNEL COMPENSATION

	Salary & Fees	Super-annuation	Non-cash Benefits	Total
	\$	\$	\$	\$
2018	723,670	62,696	103,842	890,208
2017	757,584	68,130	106,420	932,134

Non-director members of Family Planning Queensland Key Management Personnel during 2017-2018 are

Employee Name	Position Held
Alice Evans	Chief Executive Officer (CEO)
Simon Flowerdew	General Manager Stakeholder Engagement
Svend Kling	Chief Financial Officer (CFO)
Sharon Stokell	Business Manager Clinical Service
Beverley Broughton	General Manager Education and Community Services
Gregory Elphinston	General Manager Innovation and Brand

Under the Company's Constitution no Director is permitted to receive fees or a salary from the Company. The names of the Company Directors who have held office during the financial year are:

Bob Van Beusekom	Donna Bonney
Zoe Ellerman (Resigned 22/11/17)	Clare Boothroyd
Robert Edwards	Julia Duffy
Natalie Bain	Tania Hillman (Appointed 29/03/18)
Giuseppe Taddeo	Clare Maher (Appointed 29/03/18)
Antony Ziemek (Resigned 22/11/17)	

NOTE 16: FUNDING OF OPERATIONS

The Group is economically dependent upon funding from the Queensland State Government. As detailed in Note 2, this income amounted to \$7,653,214 for the year ended 30 June 2018 (2017: \$7,284,106). The Directors are confident that there is not likely to be any material change in State Government funding in the foreseeable future with Funding agreements in place through to 30th June 2021.

NOTE 17: MEMBERS' GUARANTEE

The Company is limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$40 towards meeting any outstanding obligations of the Company. At 30 June 2018 the number of members was 85.

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 18: CASH FLOW STATEMENTS

(a) Reconciliation of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and cash at bank. Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	2018	2017
	\$	\$
Cash on hand	3,480	3,480
Cash at bank	18,743	27,385
Cash on deposit	988,802	676,767
	<u>1,011,025</u>	<u>707,632</u>
Cash Flows Presented on a Net Basis	1,011,025	707,632

Cash flows arising from deposits in and withdrawals from savings, money market and other deposits are presented on a net basis in the Statement of Cash Flows

(b) Reconciliation of Net Cash provided by Operating Activities to Operating Surplus/(Deficit)

Operating surplus/(Loss)	(92,805)	219,851
Net (Profit)/Loss on sale of assets including impairments	334,597	29,481
Non-cash flows in operating result:		
Amortisation	114,971	107,584
Depreciation	125,672	105,158
Changes in provisions		
- Annual leave	41,289	(50,443)
- Long service leave	(24,561)	9,972
Changes in assets and liabilities:		
(Increase)/decrease in receivables	(167,638)	116,970
(Increase)/decrease in stock	(35,817)	(392)
(Increase)/decrease in prepaid expenses	(21,588)	(29,308)
Increase/(decrease) in payables	333,417	(114,497)
Cash flows provided by/(used in) operations	607,537	394,376

FAMILY PLANNING QUEENSLAND

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 19: FINANCIAL INSTRUMENTS

Overall Policies

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. For the company, this arises on cash balances and term deposit investments.

Interest rate risk is managed by maintaining a term deposit for a relevant term to achieve the highest possible interest rate. No specific financial instruments such as interest rate hedges are considered necessary for the company's bank debt as the exposure to risk is not considered material.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. For the company this arises from exposures to customers. The company does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the association.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount of trade and other receivables, net of any provisions for impairment of those assets, as disclosed in the balance in the balance sheet and notes to the financial statements.

Credit risk is managed and reviewed regularly by the board of directors through the Company's Audit and Finance Committee and the CEO.

Liquidity risk

Liquidity risk is the risk that the company may encounter difficulties raising funds to meet commitments associated with financial instruments.

It is the policy of the board of directors that the company maintains adequate cash reserves so as to meet financial commitments when required.

The company manages liquidity risk by regularly monitoring actual cash flows and long term forecasted cash flows.

Investment Portfolio

An investment portfolio of \$3,000,000 was established on 1 July 2015 and is managed by Perpetual Trustee's pursuant to a Board Investment Policy. Both capital growth and investment income will be re-invested into the fund annually and it is the Board's intent that this become a future fund to support the objects of Family Planning Queensland.

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE: 19 FINANCIAL INSTRUMENTS (continuation)

Financial instrument maturity analysis

	Weighted Average Interest Rate		Floating Interest Rate		Non-Interest Bearing		Total	
	2018	2017	2018	2017	2018	2017	2018	2017
			\$	\$	\$	\$	\$	\$
Financial assets								
Cash at Bank	2.00% - 3.00%	2.00% - 3.00%	1,007,545	704,152	-	-	1,007,545	704,152
Cash on Hand			-	-	3,480	3,480	3,480	3,480
Trade and Other Receivables			-	-	156,257	38,474	156,257	38,474
Term Deposits			271,378	221,523	-	-	271,378	221,523
Investments			3,566,210	3,296,802	-	-	3,566,210	3,296,802
Total financial assets			4,845,133	4,222,477	159,737	41,954	5,004,870	4,264,431
Financial liabilities								
Trade and Other Payables			-	-	686,478	385,806	686,478	385,806
Borrowings			15,916	13,485	-	-	15,916	13,485
Total financial liabilities			15,916	13,485	686,478	385,806	702,394	399,291

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE: 19 FINANCIAL INSTRUMENTS (continuation)

Financial instrument maturity analysis

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity, as well as management's expectations of the settlement period for all other financial instruments. As such, the amounts may not reconcile to the statement of financial position.

	2018	2017
Trade and sundry payables are expected to be paid as follows:		
Trade payables	\$	\$
Less than 6 months	104,743	79,761
6 months to 1 year	-	-
	<u>104,743</u>	<u>79,761</u>
Sundry payables		
Less than 6 months	581,735	306,044
6 months to 1 year	-	-
	<u>581,735</u>	<u>306,044</u>
Bank loans are expected to be paid as follows:		
Bank loans		
Less than 1 year	15,916	13,485
One to Two years	-	-
	<u>15,916</u>	<u>13,485</u>

Market risk

Market risk arises from the use of interest bearing and tradeable financial instruments. It is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in interest rates (interest rate risk), and other market factors (other price risk).

The company invests in publicly traded investments and in doing so it exposes itself to the fluctuations in price that are inherent in such a market. Any investment decisions must be approved by the board. To limit its market risk, the company holds a diversified portfolio and the Board makes investment decisions on advice from professional advisors.

Sensitivity analysis

Interest rate risk

No sensitivity analysis has been performed for interest rate risk, as the effect of the interest rate fluctuations on the cash balances are considered not material.

Other price risk

A movement in market prices of 5% would affect net equity on the company by approximately \$178,000 being the balance of investments of \$3,566,210 at 30 June 2018.

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 20: FAIR VALUE

Land and buildings and investments are recognised and measured at fair value on a recurring basis. There are no assets or liabilities which are measured at fair value on a non-recurring basis.

Fair value hierarchy

All assets and liabilities for which fair value is measured or disclosed are categorised according to the fair value hierarchy as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liability that are not based on observable market data (unobservable inputs). Recognised fair value measurements.

The following table sets out the consolidated entity’s assets and liabilities that are measured and recognised at fair value in the financial statements.

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
2018				
Investments	3,566,210	-	-	3,566,210
Land and Buildings	-	-	544,528	544,528
2017				
Investments	3,296,802	-	-	3,296,802
Land and Buildings	-	-	540,000	540,000

Valuation processes for Level 3 fair values

The entity engages an external, independent and qualified valuers to determine the fair value of the company’s property every 3 years.

NOTE 21: INTEREST IN SUBSIDIARIES

The Group’s subsidiaries that were controlled during the year and prior year are set out below:

Subsidiaries	Principal place of business / Country of Incorporation	Percentage Owned (%)	
		2018	2017
Curae Technology Pty Ltd	Australia	100%	nil
Curae Technology Holdings Pty Ltd	Australia	100%	nil

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 22: PARENT DISCLOSURES

The parent and ultimate parent entity within the Group is Family Planning Queensland.

(a) Summary financial information

The individual financial statements for the parent entity show the following aggregated amounts as follows:

	2018	2017
	\$	\$
Current assets	1,530,294	877,834
Non-current assets	5,202,823	5,248,610
Total assets	6,733,117	6,126,444
Current liabilities	1,936,524	1,539,338
Non-current liabilities	78,598	123,207
Total liabilities	2,015,122	1,662,545
Net Assets	4,717,995	4,463,899
Accumulated surplus	4,490,480	4,349,994
Reserves	227,515	113,905
Total equity	4,717,995	4,463,899
Surplus/(deficit) for the year	81,073	219,851
Total comprehensive income for the year	254,096	350,975

(b) Guarantees

The parent entity has not provided any guarantees to third parties in relation to the obligations of controlled entities.

(c) Contractual commitments

There were no contractual commitments for the acquisition of property, plant and equipment entered into by the parent entity at 30 June 2018 (2017: \$Nil).

(d) Contingent liabilities

The parent entity has no contingent liabilities at reporting date (2017: \$Nil).

(e) Recognition and measurement

The financial information for the parent entity has been prepared on the same basis as the consolidated financial statements, except as set out below:

(i) Investments in subsidiaries and associates

Investments in subsidiaries and associates are accounted for at cost in the financial statements of Family Planning Queensland.

FAMILY PLANNING QUEENSLAND

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

NOTE 23: COMPANY INFORMATION

Registered office and principal place of business of the company is:

- 230 Lutwyche Road, Windsor, Qld, 4030.

NOTE 24: EVENTS AFTER THE BALANCE SHEET DATE

There are no relevant events that the Group is required to report after the balance sheet date.

FAMILY PLANNING QUEENSLAND AND ITS CONTROLLED ENTITIES

Trading as “true relationships & reproductive health”

DIRECTORS’ DECLARATION

The directors of Family Planning Queensland declare that:

1. The financial statements, comprising the consolidated statement of profit or loss and other comprehensive income, consolidated statement of financial position, consolidated statement of cash flows, consolidated statement of changes in equity, and accompanying notes, are in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012* and:
 - a. Comply with Australian Accounting Standards and Division 60 of *the Australian Charities and Not-for-profits Commission Regulation 2013*; and
 - b. Give a true and fair view of the entity’s financial position as at 30 June 2018 and of its performance for the year ended on that date.
2. In the directors’ opinion, there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors.

On behalf of the directors by:



Ms Natalie Bain
Director

Brisbane, 16 October 2018

INDEPENDENT AUDITOR'S REPORT

To the members of Family Planning Queensland

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Family Planning Queensland (the registered entity) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2018, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the responsible entities' declaration.

In our opinion the accompanying financial report of Family Planning Queensland, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) Giving a true and fair view of the Group's financial position as at 30 June 2018 and of its financial performance for the year then ended; and
- (ii) Complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for opinion

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

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

Other information

Those charged with governance are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the registered entity's directors' report, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of responsible entities for the Financial Report

The responsible entities of the registered entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the ACNC Act, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, responsible entities are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the responsible entities either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the registered entity's financial reporting process.

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at: http://www.auasb.gov.au/auditors_responsibilities/ar3.pdf

This description forms part of our auditor's report.

BDO Audit Pty Ltd



K L Colyer
Director

Brisbane, 16 October 2018