

FINANCIAL REPORT

2020-2021



Treasurer's Report

The result for the 2020-2021 year was a surplus of \$1,341,720 compared to a deficit of \$307,246 in 2019-2020. The surplus for this year was a result of COVID-19 financial assistance through JobKeeper and the Cash Flow Boost (\$969,950), an additional budget allocation from the Tasmanian Government of \$500,000 and employees taking a salary reduction through July to November. Other differences between the two years were:

- Net fundraising income increased by 41%
- Net retail income increased by 205%

Net fundraising income decreased by 24% in the 2019-2020 year mainly due to the COVID-19 impact on Australia's Biggest Morning Tea, which was successfully held this year with almost \$200,000 more raised at these community events. There were also two North West Gala Balls held this financial year due to the postponement of one from June 2020 to September 2020.

The retail shop re-opened in September 2020 along with the opening of our first opportunity shop, Clothes4Cancer.

Overall, expenses decreased by 3% with costs savings across the board for non-grant funded programs. Expenditure and cash flow was carefully managed throughout the year due to the uncertainty surrounding COVID-19 and the potential impact on income.

The organisation has cash assets, including cash investments, at 30 June 2021 of \$3.7 million compared to \$2.8 million at 30 June 2020. In addition, investments held for the Future Fund amount to \$251,000. The increase in cash investments will provide some financial stability if a COVID-19 outbreak in Tasmania restricts fundraising events.



Kelly Walker
Chair, Finance Audit and Risk Committee



CANCER COUNCIL OF TASMANIA INC.
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
INCOME			
Bequests and Donations	2	1,433,680	1,433,252
Fundraising Income (Net)	3	1,318,158	936,891
Grants	4	2,786,956	2,334,608
Retail Income (Net)		13,537	(12,922)
Other Income	5	1,200,344	590,384
TOTAL INCOME		6,752,675	5,282,213
LESS EXPENSES			
Advocacy and Research	6	535,161	563,780
Cancer Prevention	6	323,701	458,694
Cancer Support	6	1,403,332	1,487,704
Corporate Services	6	649,230	704,704
Marketing and Fundraising	6	839,091	840,472
	6	3,750,515	4,055,354
Quit Tasmania	7	1,660,440	1,534,105
TOTAL EXPENSES		5,410,955	5,589,459
NET SURPLUS / (DEFICIT)		1,341,720	(307,246)

These financial statements should be read in conjunction with the attached notes

CANCER COUNCIL OF TASMANIA INC.
BALANCE SHEET
AS AT 30 JUNE 2021

	Note	2021 \$	2020 \$
CURRENT ASSETS			
Cash and Cash Equivalents	8	1,708,821	1,078,717
Investments in Term Deposits		1,946,155	1,691,019
Future Fund Assets	16	251,000	-
Trade and Other Receivables	9	66,438	49,553
Inventory		34,750	20,299
Other Assets	10	318,686	161,971
TOTAL CURRENT ASSETS		4,325,850	3,001,559
NON CURRENT ASSETS			
Trade and Other Receivables	9	388,543	396,056
Property, Plant and Equipment	11	6,084,236	6,288,985
TOTAL NON CURRENT ASSETS		6,472,779	6,685,041
TOTAL ASSETS		10,798,629	9,686,600
CURRENT LIABILITIES			
Trade and Other Payables	12	724,057	619,871
Provisions	13	176,226	214,252
Other Financial Liabilities	14	461,786	360,300
Other Liabilities	15	142,941	285,874
TOTAL CURRENT LIABILITIES		1,505,010	1,480,297
NON-CURRENT LIABILITIES			
Provisions	13	131,152	124,026
Other Financial Liabilities	14	305,270	330,928
Other Liabilities	15	1,034,840	1,270,712
TOTAL NON-CURRENT LIABILITIES		1,471,262	1,725,666
TOTAL LIABILITIES		2,976,272	3,205,963
NET ASSETS		7,822,357	6,480,637
EQUITY			
Retained Surpluses	16	6,885,094	5,794,374
Future Fund	16	251,000	-
Asset Revaluation Reserve	16	686,263	686,263
TOTAL EQUITY		7,822,357	6,480,637

These financial statements should be read in conjunction with the attached notes

**CANCER COUNCIL OF TASMANIA INC.
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2021**

	Note	Asset Revaluation Reserve \$	Future Fund \$	Accumulated Funds \$	Total \$
Balance at 1 July 2019		686,263	-	6,101,620	6,787,883
Surplus/(Deficit) for the Year		-	-	(307,246)	(307,246)
Balance as at 30 June 2020	16	686,263	-	5,794,374	6,480,637
Balance at 1 July 2020		686,263	-	5,794,374	6,480,637
Surplus/(Deficit) for the Year		-	-	1,341,720	1,341,720
Transfers to/(from) reserves		-	251,000	(251,000)	-
Balance as at 30 June 2021	16	686,263	251,000	6,885,094	7,822,357

These financial statements should be read in conjunction with the attached notes

CANCER COUNCIL OF TASMANIA INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Grants Received		2,745,666	2,294,616
Receipts from Bequests and Donations		1,348,262	1,287,425
Receipts from Fundraising		1,752,569	1,349,117
Receipts from Other Operations		1,031,286	535,113
Interest Received		9,909	32,884
Payments to Suppliers and Employees		(5,693,236)	(6,092,064)
NET CASH FLOW FROM OPERATING ACTIVITIES	17	1,194,456	(592,909)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Term Deposits		(255,136)	-
Purchase of Future Fund Assets		(251,000)	-
Payments for Motor Vehicles		-	(330,646)
Proceeds from redemption of Term Deposits		-	549,176
Proceeds from Sale of Motor Vehicles		-	148,847
NET CASH FLOWS FROM INVESTING ACTIVITIES		(506,136)	367,377
NET CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Loan		-	250,000
Lease Payments		(58,216)	-
NET CASH FLOWS FROM FINANCING ACTIVITIES		(58,216)	250,000
Net Increase/(Decrease) in Cash Held		630,104	24,468
Cash Held at the Beginning of the Financial Year		1,078,717	1,054,249
CASH HELD AT THE END OF THE YEAR	8	1,708,821	1,078,717

These financial statements should be read in conjunction with the attached notes

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Board has determined that the Association is not a reporting entity because in the opinion of the Board there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored as to satisfy their needs. Accordingly, this special purpose report is prepared to satisfy the financial reporting requirements of the *Associations Incorporation Act (Tas) 1964*.

The financial report has been prepared in accordance with the requirements of the *Associations Incorporation Act (Tas) 1964* and the following Australian Accounting Standards as required by the Australian Charities and Not-for-Profit Commission:

AASB101	Presentation of Financial Statements
AASB107	Statement of Cash Flows
AASB108	Accounting Policies, Changes in Accounting Estimates & Errors
AASB110	Events After the Reporting Date
AASB1048	Interpretation of Standards
AASB1054	Australian Additional Disclosures

No other applicable Accounting Standards, Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied. The Association is a not-for-profit entity.

(a) Property, Plant & Equipment

Cost and valuation

Freehold land and buildings on freehold land are measured on a fair value basis. An independent valuation of buildings was undertaken as at 30 June 2018 and will be undertaken every five years, unless there is an observable change in market values, at which time the asset class is reviewed to ensure that it does not differ materially from the asset's fair value at that date. Where necessary, the asset is revalued to reflect its fair value.

All other classes of property, plant and equipment are measured at cost.

Depreciation

Depreciation is provided on a straight-line basis on all property, plant and equipment, other than freehold land, so as to write off the net cost of each asset. Expected useful life is 4 years for office equipment, 5 years for motor vehicles, 10 years for office furniture, 40 years for buildings and the term of the lease for leasehold improvements.

Leases

Contracts are assessed at inception to determine whether the contract is, or contains a lease. A single recognition and measurement approach is applied for all leases, except for short-term leases and leases of low-value assets. Lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets are recognised.

Right-of-use assets are recognised at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated amortisation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities. At the commencement date of the lease, a lease liability is recognised and measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include penalties for terminating the lease, if the lease term reflects the option to terminate.

(b) Inventory

Inventory is measured at the lower of cost and net realisable value.

(c) Income Tax

The Association is exempt from paying income tax.

(d) Investments

Investments are valued at cost less any accumulated impairment expense.

(e) Comparatives

Where necessary, comparatives have been reclassified and repositioned for consistency with current year disclosures.

(f) Provisions

Provision is made in respect of the Association's liability for annual leave and long service leave. Long service leave is recorded at the present value of estimated future cash flows. Annual leave is recorded at the nominal amount.

(g) Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand, cash in banks and investments in money market instruments with an original maturity of 3 months or less, net of outstanding bank overdrafts.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

(h) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST) except:

(i) Where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or

(ii) For recoverables and payables which are recognised as inclusive of GST.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables. Cash flows are presented on a gross basis. The GST component of cash flows arising on financing or investing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from grants or payments to suppliers.

(i) Trade and Other Payables

Trade payables and other accounts payable are recognised when the Association becomes obliged to make future payments resulting from the purchase of goods and services.

(j) Committed Funds and Research Funds Committed

Committed Funds payable are recognised once the funds are received by the Association relating to a specific project and the funds are committed to these projects. Research grants are recognised when the Association has approved the grant.

(k) Trade and Other Receivables

Trade receivables and other receivables are recorded at amounts due less any allowances for doubtful debts.

(l) Sale of Goods

Revenue from the sale of goods is recognised when all the following conditions are satisfied:

- the Association has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the Association retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the entity; and
- the cost incurred or to be incurred in respect of the transaction can be measured reliably.

This is presented net of direct expenses associated with the sale of merchandise.

(m) Interest Revenue

Interest revenue is recognised on a time proportionate basis that takes into account the effective yield on the financial asset.

(n) Grant Income

Grants are assistance by the government or other body in the form of transfers of resources to the Association in return for past or future compliance with certain conditions relating to the operating activities of the Association. Government grants are not recognised until there is reasonable assurance that the Association will comply with the conditions attaching to them and the grants will be received.

Deferred Government Grant relates to an infrastructure loan that converts to a non-refundable grant over a 10 year period (note 15).

(o) Bequests, Donations and Fundraising Income

Bequests and donation income is recorded when received by the Association. Fundraising income is also recorded, net of any direct fundraising costs, when received.

(p) Impairment of Non-Current Assets

At each reporting date, the Association reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). If the recoverable amount of an asset is estimated to be less than its carrying amount of the asset, it is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss.

(q) Changes of Accounting Policy

There have been no changes to the accounting policies of the Association during 2020-2021.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
NOTE 2: BEQUESTS AND DONATIONS		
Bequests	622,937	707,951
Research Donations	47,476	28,162
Other Donations	763,267	697,139
Total Bequests and Donations	1,433,680	1,433,252
NOTE 3: FUNDRAISING INCOME		
Australia's Biggest Morning Tea	298,830	105,055
Daffodil Day	104,582	79,639
Gala Nights	270,528	283,205
Relay For Life	658,381	639,836
Unite in Yellow	237,708	70,038
Other Events	182,540	171,344
Total Income	1,752,569	1,349,117
Fundraising Expenses		
Running Costs of Events	434,411	412,226
Total Expenses	434,411	412,226
Net Income from Fundraising Events	1,318,158	936,891
NOTE 4: GRANTS RECEIVED		
State Government - Quit Tasmania	1,482,659	1,383,872
State Government - Other	847,952	479,640
Commonwealth Government - Quit Tasmania	143,553	140,639
Commonwealth Government - Other	-	30,000
Other Grants - Quit Tasmania	23,068	800
Other Grants - Other	3,850	13,783
Grants - Deferred Government Grant	285,874	285,874
Total Grants	2,786,956	2,334,608
NOTE 5: OTHER INCOME		
COVID-19 Financial Assistance	969,950	320,017
Rental Income	120,964	114,519
Interest Income	12,266	40,957
Royalties	49,175	72,061
Gain on Disposal of Assets	-	15,880
Other Income	47,989	26,950
Total Other Income	1,200,344	590,384

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
NOTE 6: EXPENSES		
Salaries and On-Costs	2,442,501	2,494,173
Research Grants	245,294	231,693
Depreciation & Amortisation	258,913	231,628
Property Costs	119,902	150,805
Consultancy Services	133,442	149,337
National Subscription	85,730	141,740
Information Technology & Telecommunications	127,302	120,568
Financial Assistance Grants	87,965	95,059
Motor Vehicle Expenses	65,246	77,067
Information and Resources	20,097	38,145
Interest Paid - Leases	4,598	5,694
Other Expenses	159,525	319,445
	<u>3,750,515</u>	<u>4,055,354</u>
NOTE 7: QUIT TASMANIA EXPENSES		
Salaries and On-Costs	682,255	663,002
Advertising	506,243	560,557
Consultancy Services	236,407	142,585
Information and Resources	114,063	24,569
Other Expenses	121,472	143,392
	<u>1,660,440</u>	<u>1,534,105</u>
NOTE 8: CASH AND CASH EQUIVALENTS		
Cash on Hand	1,830	950
Cash at Bank	1,706,991	1,077,767
Total Cash and Cash Equivalents	<u>1,708,821</u>	<u>1,078,717</u>
NOTE 9: TRADE AND OTHER RECEIVABLES		
Current		
Trade Debtors	66,438	49,553
Total Trade and Other Receivables - Current	<u>66,438</u>	<u>49,553</u>
Non Current		
Other Debtors	388,543	396,056
Total Trade and Other Receivables - Non Current	<u>388,543</u>	<u>396,056</u>
NOTE 10: OTHER ASSETS		
Accrued Income	271,327	129,977
Prepaid Expenses	47,359	31,994
Total Other Assets	<u>318,686</u>	<u>161,971</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	2020	2019
	\$	\$
NOTE 11: PROPERTY, PLANT AND EQUIPMENT		
Land and Buildings	5,750,000	5,750,000
Less Provision for Accumulated Depreciation	<u>(289,500)</u>	<u>(193,000)</u>
	5,460,500	5,557,000
Plant and Equipment	156,159	156,159
Less Provision for Accumulated Depreciation	<u>(144,321)</u>	<u>(128,425)</u>
	11,838	27,734
Motor Vehicles	330,646	330,646
Less Provision for Accumulated Depreciation	<u>(123,653)</u>	<u>(40,991)</u>
	206,993	289,655
Leasehold Improvements	330,555	330,555
Less Provision for Accumulated Amortisation	<u>(35,396)</u>	<u>(27,132)</u>
	295,159	303,423
Right of Use Assets - Property and Equipment	199,670	145,507
Less Provision for Accumulated Amortisation	<u>(89,924)</u>	<u>(34,334)</u>
	109,746	111,173
Total Property, Plant and Equipment at Cost & Fair Value	6,767,030	6,712,867
Less Provision for Accumulated Depreciation / Amortisation	<u>(682,794)</u>	<u>(423,882)</u>
Total Property, Plant and Equipment at Written Down Value	<u>6,084,236</u>	<u>6,288,985</u>

	Land	Buildings	P&E	Motor Vehicles	Leasehold Improvements	Right of Use Assets	Total
Opening WDV	1,890,000	3,667,000	27,734	289,655	303,423	111,173	6,288,985
Additions	-	-	-	-	-	54,164	54,164
Depreciation / Amortisation	-	(96,500)	(15,896)	(82,662)	(8,264)	(55,591)	(258,913)
Closing WDV	1,890,000	3,570,500	11,838	206,993	295,159	109,746	6,084,236

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
NOTE 12: TRADE AND OTHER PAYABLES		
Trade Payables	235,614	279,599
Unexpended Grants	114,318	155,608
Other Creditors and Accruals	374,125	184,664
Total Trade and Other Payables	<u>724,057</u>	<u>619,871</u>
NOTE 13: PROVISION FOR EMPLOYEE ENTITLEMENTS		
Current		
Annual Leave	154,691	193,203
Long Service Leave	21,535	21,049
	<u>176,226</u>	<u>214,252</u>
Non-Current		
Long Service Leave	131,152	124,026
Total Provision for Employee Entitlements	<u>307,378</u>	<u>338,278</u>
NOTE 14: OTHER FINANCIAL LIABILITIES		
Current		
Research Funds Payable	118,207	49,474
Lease Liabilities	60,165	33,962
Committed Funds - Special Projects	283,414	276,864
	<u>461,786</u>	<u>360,300</u>
Non-Current		
Loan from Department of State Growth	250,000	250,000
Lease Liabilities	55,270	80,928
	<u>305,270</u>	<u>330,928</u>
Total Other Financial Liabilities	<u>767,056</u>	<u>691,228</u>
NOTE 15: OTHER LIABILITIES		
Current		
Deferred Government Grant	142,941	285,874
	<u>142,941</u>	<u>285,874</u>
Non-Current		
Deferred Government Grant	-	142,941
Bequest Research Funds in Trust	1,034,840	1,127,771
	<u>1,034,840</u>	<u>1,270,712</u>
Total Other Liabilities	<u>1,177,781</u>	<u>1,556,586</u>

15(i)

15(i) Cash and Cash Equivalents and Investments in Term Deposits are restricted funds to Cancer Council to the extent of Research Funds, Committed Funds, Deferred Covenants and Bequest Research Funds in Trust.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
NOTE 16: ACCUMULATED FUNDS & RESERVES		
Accumulated Funds		
Opening Balance	5,794,374	6,101,620
Transfer to Future Fund	(251,000)	-
Net Operating Surplus/(Deficit) for the Period	1,341,720	(307,246)
Closing Balance	6,885,094	5,794,374
Future Fund*		
Opening Balance	-	-
Net changes for the period	251,000	-
Closing Balance	251,000	-
Asset Revaluation Reserve		
Opening Balance	686,263	686,263
Net changes for the period	-	-
Closing Balance	686,263	686,263
Total Accumulated Funds and Reserves	7,822,357	6,480,637

* The purpose of the Future Fund is to secure the sustainability of Cancer Council Tasmania by reinvesting future earnings from the Fund back into capacity, services and infrastructure. Growth will come from contributions from donors and philanthropists, supplemented by the reallocation of cash reserves approved by the Board.

NOTE 17: RECONCILIATION OF CASH FLOWS

Reconciliation of cash flow from operations with surplus (deficit) from Net Surplus/(Deficit) for the Year	1,341,720	(307,246)
Non-Cash Flows in Surplus:		
Depreciation & Amortisation	258,913	231,628
(Profit)/Loss on Sale of Fixed Assets	-	(15,880)
Interest on Lease Liabilities	4,598	-
Changes in Assets and Liabilities:		
Decrease/(Increase) in Trade and Other Receivables	(9,372)	(21,093)
Decrease/(Increase) in Other Assets	(156,715)	(12,096)
Decrease/(Increase) in Inventory	(14,451)	(581)
(Decrease)/Increase in Trade and Other Payables	104,186	(215,881)
(Decrease)/Increase in Other Financial Liabilities	75,283	49,988
(Decrease)/Increase in Other Liabilities	(378,806)	(372,726)
(Decrease)/Increase in Provisions	(30,900)	70,978
Cash Flows Provided by Operating Activities	1,194,456	(592,909)

NOTE 18: RELATED PARTY DISCLOSURES

Board of Directors

Cancer Council Tasmania operates with a voluntary Board of Directors. No remuneration is paid. Directors are reimbursed for out of pocket expenses.

Key Management Personnel

Chief Executive Officer and Senior Management Team	569,228	576,135
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NOTE 19: AUDIT FEES

Value of the Services Provided by WLF Accounting & Advisory

Financial Statement Audit Services	10,430	10,140
Other Services	10,075	2,735
Total Remuneration of Auditors	20,505	12,875

NOTE 20: SUBSEQUENT EVENTS

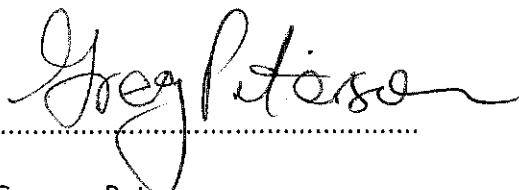
Fundraising activity will continue to be impacted by COVID-19 during 2021-2022 while the restrictions on the number of people able to attend events remain in place.

Statement by Members of the Board

In accordance with a resolution of the members of the Cancer Council of Tasmania Inc. Board, I declare, on behalf of the Board, that in our opinion:

1. The Cancer Council of Tasmania Inc. is not a reporting entity and that this special purpose report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements;
2. The accompanying financial statements give a true and fair view of the financial position of the Cancer Council of Tasmania Inc. as at 30th June 2021 and the transactions for the year then ended; and
3. As at the date of the statement, there are reasonable grounds to believe that Cancer Council of Tasmania Inc. will be able to pay its debts as and when they fall due.

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

A handwritten signature in cursive script that reads "Gregory Peterson". The signature is written in black ink and is positioned above a horizontal dotted line.

Gregory Peterson

President

Dated: 28 September 2021

Independent Auditor's Report to the Members of Cancer Council Tasmania Inc Report on the Audit of the Financial Report

Qualified Audit Opinion

We have audited the accompanying financial report, being a special purpose financial report, of Cancer Council Tasmania Inc (the Association), which comprises the balance sheet as at 30 June 2021, the income and expenditure statement, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the Board.

In our opinion, except for the effect on the financial report of the matter referred to in the 'basis for qualified opinion' paragraph, the financial report of Cancer Council Tasmania Inc is in accordance with the *Associations Incorporation Act 1964* and the *Australian Charities and Not-for-Profits Commission Act 2012*, including:

- a) giving a true and fair view of the registered entity's financial position as at 30 June 2021 and of its performance for the year ended on that date; and
- b) complying with Australian Accounting Standards to the extent described in Note 1 and complying with the *Associations Incorporation Act 1964* and Division 60 of the *Australian Charities and Not-for-Profits Commission Regulation 2013*.

Basis for Qualified Opinion

We conducted our audit in accordance with the Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditors Responsibility for the Audit of the Financial Report* section of our report. We are independent of the Association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board 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.

It is not practical for the Cancer Council Tasmania Inc. to establish complete accounting control over all fundraising activities and accordingly, for those fundraising activities audit procedures do not extend beyond the amounts of such fundraising income recorded in the accounting records of the Cancer Council Tasmania Inc.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the members of the Board's financial reporting responsibilities under the *Associations Incorporation Act 1964* and the *Australian Charities and Not-for-Profits Commission Act 2012*.

Liability limited by a scheme approved under Professional Standards Legislation.

As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Board Members' Responsibility for the Financial Report

The members of the Board are responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of *the Associations Incorporation Act 1964* and the *Australian Charities and Not-for-Profits Commission Act 2012* and is appropriate to meet the needs of the members.

This responsibility also includes such internal controls as the members of the Board determine are necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Audit of the Financial Report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



JOANNE DOYLE

Partner

Wise Lord & Ferguson

Date: 28 September 2021