

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE
THE GERMAN SHEPHERD DOG CLUB INC**

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of The German Shepherd Dog Club Inc, which comprises the balance sheet as at 30 September 2013 for the year then ended, the income and expenditure statement, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of The German Shepherd Dog Club Inc is responsible for the preparation of the financial report, and has determined that the basis of presentation described in Note 1 is appropriate to meet the requirements of the Queensland Associations Incorporation Act 1981, and the needs of the members. The committee's responsibilities also include such internal controls as the committee determines is necessary to enable the preparation of a financial report that is free from material misstatement whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with the Australian Auditing Standards. These Auditing Standards require that we comply with the relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

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

The financial report has been prepared for distribution to the members for the purpose of fulfilling the committee's financial reporting obligations under the Queensland Associations Incorporation Act 1981. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

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

Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

Auditor's Opinion

In our opinion, the financial report of The German Shepherd Dog Club Inc presents fairly, in all material respects the financial position of The German Shepherd Dog Club Inc as at 30 September 2013 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the Queensland Associations Incorporation Act 1981.

Basis of Accounting & Restriction on Distribution

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 to assist The German Shepherd Dog Club Inc to meet the requirements of the Queensland Associations Incorporation Act 1981. As a result, the financial report may not be suitable for another purpose.


R L Warner, CA

12 November, 2013

FerrariWarner
Chartered Accountants

**THE GERMAN SHEPHERD DOG CLUB OF QUEENSLAND INC
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 SEPTEMBER 2013**

	2012/13	2011/12
RECEIPTS		
Breed Survey	1,305.00	900.00
Breeders Plaque		90.00
Catalogues	768.00	775.00
Catering		270.00
Dog Food Sales	2,120.50	2,068.71
Donations & Sponsorship	60.00	176.00
Entries - Breed Evaluation	1,325.00	
Entries - Obedience Trial	700.00	180.00
Entries - Show	6,764.00	8,709.00
Fidelity Advertising	105.00	485.00
Fundraising	7,776.87	7,109.25
Herding Trials	1,945.00	1,025.00
Interest	4,067.67	5,664.03
Membership Fees	13,230.00	7,470.00
Merchandise	1,064.20	429.00
Other Shows		1,456.00
Postage	10.00	30.00
Show Training	1,148.40	1,367.00
Sundry Income	55.00	640.00
Tattooing	1,388.00	1,281.00
	<u>43,832.64</u>	<u>40,124.99</u>

**THE GERMAN SHEPHERD DOG CLUB OF QUEENSLAND INC
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 SEPTEMBER 2013**

	2012/13	2011/12
EXPENDITURE		
Advertising	1,190.00	890.00
Affiliation Fees	873.30	960.30
Audit Fees	885.00	850.00
Bank Fees	146.50	186.50
Breed Survey	1,008.00	814.00
Breeders Plaques		75.00
Canine Control Levies	1,673.43	1,724.91
Catering	141.21	858.41
Depreciation	2,182.00	2,469.00
Dog Food Purchases		2,948.20
Donations / Sponsorship		312.00
Equipment	169.90	198.92
Fidelity Magazine Expenses	3,697.89	2,041.28
Fundraising	2,516.24	1,741.15
Gifts & Plaques		993.81
GSD Review	2,138.40	3,977.60
Hire Expenses	2,438.92	750.00
Insurance	494.88	
Judges Expenses	7,901.96	6,376.44
License Fees		148.05
Meeting Expenses	1,652.20	2,032.66
Merchandise	2,382.26	346.83
Printing, Postage and Stationery	845.76	158.46
Repairs & Maintenance		140.58
Show Training Lights	1,351.00	1,342.50
Sundry Exp	26.12	39.00
Tattooing	836.65	819.00
Trophies, Sashes and Medallions	5,497.57	5,356.62
Website	44.00	
	<u>40,093.19</u>	<u>38,551.22</u>
NET SURPLUS / (DEFICIT)	<u><u>\$3,739.45</u></u>	<u><u>\$1,573.77</u></u>

**THE GERMAN SHEPHERD DOG CLUB OF QUEENSLAND INC
BALANCE SHEET
AS AT 30 SEPTEMBER 2013**

MEMBERS FUNDS	2012/13	2011/12
Accumulated Funds	108,313.46	106,739.69
Net Surplus / (Deficit)	3,739.45	1,573.77
	<u>112,052.91</u>	<u>108,313.46</u>
 CURRENT ASSETS		
Cash at Bank - General	12,213.92	5,844.71
Commonwealth Term Deposit	85,000.00	85,661.24
Stock on Hand	2,130.00	3,916.76
	<u>99,343.92</u>	<u>95,422.71</u>
 NON - CURRENT ASSETS		
Plant and Equipment (at WDV)	3,812.99	2,619.75
Improvements - Durack (at WDV)	8,896.00	10,271.00
	<u>12,708.99</u>	<u>12,890.75</u>
 TOTAL ASSETS	<u>112,052.91</u>	<u>108,313.46</u>
 NET ASSETS	<u>112,052.91</u>	<u>108,313.46</u>

**THE GERMAN SHEPHERD DOG CLUB INC
NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2013**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Queensland Associations Incorporation Act 1981. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on a cash basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

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

a. Property, Plant & Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciation amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the assets is held ready for use.

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

b. Revenue and Other Income

Revenue is measured at the fair value of the consideration received after taking into account any trade discounts and volume rebated allowed. For this purpose, deferred consideration is not discounted to present values when recognizing revenue.

Interest revenue is recognized using the effective interest rate method, which for floating rate financial assets is the rate inherent to the instrument.

Grant and donation income is recognized when the entity obtains control over the funds which is generally at the time of receipt.

All revenue is stated inclusive of the amount of goods and services tax (GST).

NOTE 2: ASSETS & LIABILITIES

The only Assets and Liabilities of the association are those shown in the balance sheet. Further the association has no Mortgages, Charges or Securities of any description.

The German Shepherd Dog Club of Queensland Inc

Depreciation Schedule for the year ended 30 September, 2013

	Total	Priv	OWDV	Date	DISPOSAL		ADDITION	DEPRECIATION			Priv	CWDV	PROFIT		LOSS	
					Date	Consid		Date	Cost	Value			T	Rate	Deprec	Upto +
Plant and Equipment																
Plant & Equipment (as at 1/10/02)	595	0.00	-	-					P	20.00	-	-	-	-	-	-
PA System	1,400	0.00	253					253	D	22.50	57	196	-	-	-	-
Notebook Computer	999	0.00	37					37	D	50.00	18	19	-	-	-	-
Irrigation System	3,465	0.00	1,603					1,603	D	15.00	240	1,363	-	-	-	-
Laptop	629	0.00	97					97	D	66.67	65	32	-	-	-	-
Computer	679	0.00	236					236	D	50.00	118	118	-	-	-	-
Scales	450	0.00	394					394	D	15.00	59	335	-	-	-	-
Trailer-Robina Trailers	2,000	0.00	2,000					2,000	P	12.50	250	1,750	-	-	-	-
	10,217		4,620					4,620			807	3,813				
								Deduct Private Portion			-					
								Net Depreciation			807					
Improvements - Durack																
Steel Posts	702	0.00	268					268	D	15.00	40	228	-	-	-	-
Metal Spikes	1,306	0.00	518					518	D	15.00	78	440	-	-	-	-
Electrical Work	2,244	0.00	898					898	D	15.00	135	763	-	-	-	-
Concrete Slab, retaining wall & turf	15,172	0.00	6,057					6,057	D	15.00	909	5,148	-	-	-	-
Fencing	3,300	0.00	2,221					2,221	D	7.50	167	2,054	-	-	-	-
Place Numbers	353	0.00	309					309	D	15.00	46	263	-	-	-	-
	23,077		10,271					10,271			1,375	8,896				
								Deduct Private Portion			-					
								Net Depreciation			1,375					

GERMAN SHEPHERD DOG CLUB OF QLD INC.
PROFIT & LOSS-October 2012 through September 2013

Administration

Income		
	Admin Membership	\$5,222.50
	CBA Bank Interest	\$2.57
	Sundry	\$27.00
	Total Income	\$5,252.07
Expense		
	Admin Refund Fees	\$60.00
	Admin Costs	\$86.37
	Affiliation Fees	\$873.30
	ANKC Judge Clearance	\$100.00
	Auditor Fees	\$885.00
	Catering	\$5.00
	CBA Bank Fees	\$146.50
	Centres-Trophies	\$93.50
	Meeting Room Hire	\$475.00
	Durack Shed Hire	\$900.00
	Excellent Medals	\$220.00
	GSDCA AGM Meeting	\$378.70
	Insurance for Durack Shed	\$494.88
	NBC Meetings	\$1,103.50
	Postage	\$146.00
	Stationery	\$250.36
	Sundry	\$454.90
	Website Renewal	\$44.00
	Total Expenses	\$6,717.01
Net Profit (Loss)		-\$1,464.94

Breed Survey

Income		
	Entry Fees	\$1,325.00
	Total Income	\$1,325.00
Expense		
	GSDCA Charges	\$1,008.00
	Overpayment Refund	\$20.00
	Postage	\$17.15
	Stationery	\$179.27
	Total Expenses	\$1,224.42
Net Profit (Loss)		\$100.58

Merchandise

Income		
	Golden Jubilee Book	\$75.00
	Goods	\$605.20
	Total Income	\$680.20
Expense		
	Stock Purchases	\$555.50
	Sundry	\$115.00
	Total Expenses	\$670.50
Net Profit (Loss)		\$9.70

Obedience

Income		
	Catalogues	\$35.00
	Entry Fees	\$700.00
	Total Income	\$735.00
Expense		
	Dogs Qld Surcharge	\$72.38
	Equipment Hire	\$75.00
	Judge Fees	\$20.00
	Judge Gifts	\$32.55
	Schedule Advertising	\$375.00
	Trophies	\$116.65
	Total Expenses	691.58
Net Profit (Loss)		\$43.42

Open Show

Income		
	Catalogues	\$18.00
	Entry Fees	\$180.00
	Total Income	\$198.00

Expense		
	Dogs Qld Surcharge	\$44.00
	Sashes	\$68.03
	Schedule Advertising	\$125.00
	Stationery	\$31.50
	Total Expenses	\$268.53
Net Profit (Loss)		-\$70.53

Puppy Picnic

Income		
	Donation	\$30.00
	Raffle Proceeds	\$114.00
	Total Income	\$144.00

Expense		
	Sundry	56.41
	Total Expenses	56.41
Net Profit (Loss)		\$87.59

Fidelity

Income	
Advertising	\$105.00
Breeder's Directory	\$570.00
Fidelity Membership	\$3,137.50
Stud Dog Directory	\$315.00
Total Income	\$4,127.50
Expense	
Postage 2012	\$258.40
Printing 2012	\$1,244.05
Postage 2013	\$502.54
Printing 2013	\$1,692.90
Total Expenses	\$3,697.89
Net Profit (Loss)	\$429.61

Fundraising

Income	
Advance Dog Food	\$2,120.50
Chocolates	\$1,520.00
Drink Sales	\$70.50
Sausage Sizzles	\$5,779.37
Sundry	\$24.00
Total Income	\$9,514.37
Expense	
Chocolates	\$863.94
Sausage Sizzles	\$1,545.89
Total Expenses	\$2,409.83
Net Profit (Loss)	\$7,104.54

Herding

Income	
Entry Fees	\$1,945.00
Total Income	\$1,945.00
Expense	
Dogs Qld Surcharge	\$243.10
Judge Accom/Meals	\$295.00
Judges Gifts	\$20.00
Judges Travel	\$150.00
Pillows	\$40.00
Schedule Advertising	\$250.00
Stationery	\$60.00
Stock Hire	\$600.00
Trophies	142.45
Total Expenses	1800.55
Net Profit (Loss)	\$144.45

Quarterly Review

Income	
Quarterly Review M'ship	\$4,330.00
Total Income	\$4,330.00
Expense	
Printing 2012	\$642.40
Printing 2013	\$1,496.00
Total Expenses	\$2,138.40
Net Profit (Loss)	\$2,191.60

Show Training

Income	
Training Fees	\$1,098.40
Total Income	\$1,098.40
Expense	
Catering	\$25.87
Lights Hire	\$1,351.00
Total Expenses	\$1,376.87
Net Profit (Loss)	-\$278.47

State Breed Evaluation

Income	
Catalogues	\$130.00
Entry Fees	\$1,325.00
Total Income	\$1,455.00
Expense	
Excellent Medals	\$362.00
Sashes 2012	\$532.65
Sashes 2013	\$717.59
Schedule Advertising	\$125.00
Trophies	\$278.55
Total Expenses	\$2,015.79
Net Profit (Loss)	-\$560.79

Tattooing

Income	
Puppies Tattooed	\$1,388.00
Puppy Booklets	\$384.00
Total Income	\$1,772.00
Expense	
GSDCA Charges	\$696.00
GSDL Puppy Booklets	\$170.00
Tattoo Inks	\$40.65
L. Hersant Tat. Off. Charges	\$100.00
Total Expenses	1006.85
Net Profit (Loss)	\$765.35

Ipswich Kennel Club Show

Income		
Entry Fees	\$432.00	
Total Income	\$432.00	
Expense		
Sashes	\$149.24	
Stationery	\$38.11	
Trophies	\$95.25	
Total Expenses	\$282.60	
Net Profit (Loss)	\$149.40	

July Champ Shows

Income		
Catalogues	\$585.00	
Entry Fees	\$5,416.00	
Raffle Proceeds	\$217.00	
Total Income	\$6,218.00	
Expense		
Catering	\$110.34	
Dogs Qld Surcharge	\$1,313.95	
Equipment Hire	\$388.92	
Judge Accom/Meals	\$2,730.30	
Judge Gift	\$35.80	
Judge Travel	\$3,608.53	
Raffle Expenses	\$50.00	
Sashes	\$1,169.10	
Schedule Advertising	\$190.00	
Trophies	\$939.80	
Total Expenses	\$10,536.74	
Net Profit (Loss)	-\$4,318.74	

Member End Year Awards

Income		
Postage	\$10.00	
Trophies	\$55.00	
Total Income	\$65.00	
Expense	\$136.00	
Trophies	\$136.00	
Total Expenses	\$136.00	
Net Profit (Loss)	-\$71.00	

RNA Donations

Expense		
Trophies	\$112.70	
Total Expenses	\$112.70	
Net Profit (Loss)	-\$112.70	

Working Dog Club of Qld Shows

Income		
Entry Fees May Show	\$312.00	
Entry Fees Oct 2012 Show	\$424.00	
Total Income	\$736.00	
Expense	\$772.18	
May Show	489.58	
Oct 2012 Show	282.6	
Total Expenses	772.18	
Net Profit (Loss)	-\$36.18	

Zone 2

Income		
Donation	\$5.00	
Total Income	\$5.00	
Expense		
Judge Accom/Meals	\$103.93	
Judge Travel	\$521.10	
Total Expenses	\$625.03	
Net Profit (Loss)	-\$620.03	

Zone 3

Income		
Donation	\$25.00	
Fundraising Drink Sales	\$25.00	
Training Fees	\$50.00	
Total Income	\$100.00	
Expense	Nil	
Net Profit (Loss)	\$100.00	

Fixed Deposit Interest

Income		
Interest	\$4,065.10	
Total Income	\$4,065.10	
Net Profit (Loss)	\$4,065.10	

Depreciation

Expense	\$2,182.00	
Net Profit (Loss)	-\$2,182.00	

2014 Open Show

Expense		
Schedule Advertising	\$125.00	
Total Expenses	\$125.00	
Net Profit (Loss)	-\$125.00	