



QNADA ANNUAL REPORT **2011**



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QNADA is a not-for-profit organisation
incorporated under the Corporations Act

Published in November 2011

Introduction

The Queensland Network of Alcohol and Drug Agencies (QNADA) is the peak organisation representing the views of the non-government (NGO) Alcohol and Other Drug (AOD) sector. The sector consists of organisations involved in the continuum of care for individuals and their families affected by alcohol and drug use.

QNADA members provide drug education and information, early intervention, outreach, detoxification, residential rehabilitation, psychosocial and medical treatment, relapse prevention, justice diversion, and social inclusion. Associate membership is open to non-government organisations that provide other services, such as housing, employment, financial assistance, counseling, and advocacy to the same clients. Associate members also include nongovernment research organisations and peak bodies of sectors concerned about alcohol and drug issues.

Vision

A sustainable Non Government Alcohol and Drug Sector in Queensland.

Mission

To represent and advocate for the Non Government Alcohol and Drug Sector in Queensland.

2010 - 2011 Funders



President & CEO's Message

On behalf of the Board it is our pleasure to present the 2011 Annual Report.

QNADA has experienced a progressive year of development, reaching out in innovative ways to members, partners and networks to strengthen our position as an important service to the alcohol and other drug sector.

In the last 12 months staff have visited most major regional areas and many of the member services. This included a visit by the QNADA Board to Townsville meeting with a wide cross-section of service providers.

The Improved Services seminar series on comorbidity brought nationally recognized experts to address the needs of particularly marginalized people coping with alcohol and other drugs and mental health issues. Their presentations were recorded and made available on QNADA's website to facilitate access for regional members and others unable to attend. Other resources available online include presentations from our first conference, *Challenges and Innovations*.

At the seminar series and the conference the knowledge of local services was made prominent and provided an opportunity to network to further share information. This is now a regular feature of QNADA events. The professionalism of Queensland services was also profiled in our first publication – *Capacity Building in the NGO Alcohol and Drug Sector in Queensland* – which is also available online. QNADA has also focused a significant time providing sector information to decision makers, a role which we will continue to strengthen in the coming year.

This has been achieved through regular meetings with politicians and government at state and national consultation groups and actions. At state level QNADA represents sector views through participation in a range of committees including the Queensland Health's Sector Improvement Group and its workforce sub-committee.

We have joined a Medicare Local to monitor changes to the health system as they apply at the community level. We are working with QCOSS and other community health sector peak bodies to ensure that the contribution of the non-government sector is considered at policy level during this period of significant change in Australia's health system reform. We are also signatories to the National and Queensland Compacts with government and are working with other AOD Peaks in other states, the Alcohol and Drug Council of Australia, and the Australian National Committee on Drugs to provide a voice for the sector.

This has been a considerable body of work that has positioned us well for the coming year and I congratulate the Board and staff for their efforts and thank our sponsors the Queensland Health, the Department of Health and Ageing and the Mental Health Council of Australia.

Dennis Young
President

Margi O'Connell Hood
Chief Executive Officer



Board
Dennis Young – President
Trevor Hallewell – Vice President
Mitchell Giles – Treasurer
Geoff Manu – Secretary
Mary Alcorn
John Bartlett
Gerard Byrne
John Close
Ara Harathunian
Kath Bingham
Business Committee
Dennis Young
Mitchell Giles
Geoff Manu
Gerard Byrne
Staff
Margi O’Connell Hood – CEO
Peter Prendergast – Business Manager
Gunnar Kristiansen – ICT Officer
Lauren Trask – Communications and Research Coordinator
Samara – Administration Trainee

Members

- Boys Town
- Brisbane Youth Service
- Gold Coast Drug Council Inc
- Fresh Hope Association Inc
- Goldbridge Rehabilitation Services Inc.
- The Salvation Army Townsville

- Goori Original Limited
- Queensland Intravenous and AIDS Association
- Life Education Queensland
- Hepatitis Council of Queensland
- Australian Drug Foundation Queensland
- We Help Ourselves
- Indigenous Wellbeing Centre
- The Salvation Army Brisbane
- Teen Challenge
- Gillies House, St Vincent de Paul
- Queensland Injectors Health Network Ltd
- Queensland Association for Healthy Communities
- Royal Flying Doctor Service of Australia, Queensland
- The Salvation Army, Gold Coast
- Bridges Aligned Service Inc
- Youth Empowered Towards Independence
- NPA Women’s Shelter ATSI Corporation
- DRUG ARM Australasia
- Wuchopperen Medical Services Ltd
- Ozcare
- Adolescent Drug and Alcohol Withdrawal Services
- Gindaja Substance Misuse
- Stagpole Street Drug and Alcohol
- Community Services, Tablelands
- Youth Link
- Community Focus Association
- R Health

QNADA Network participation

- Alcohol and Drug Council Australia
- Alcohol Education & Rehabilitation Foundation
- Australian Institute of Health and Welfare
- Australian National Council on Drugs
- National Alliance for Action on Alcohol
- National Drug and Alcohol Research Centre
- Qhealth Service Improvement Group
- Qld Aboriginal and Islander Health Council
- Health Consumers Queensland
- Queensland Primary Health Care Network
- Community Health Services Network
- Qld Council of Social Services
- Queensland Mental Health Alliance
- Queensland Shelter
- Homeless to Home Healthcare Network
- Queensland Self Management Alliance
- Health Consumers Queensland
- Qld Transcultural Mental Health Centre
- MICAH
- Futures Forum
- Medicare Local
- Project 10%



Promotional Events

QNADA has been involved in a variety of promotional events throughout 2010/11.

Every year QNADA is a major sponsor of ADFQs Winterschool. Winterschool provides the sector with a professional development and networking opportunity for members and stakeholders. It also provides the opportunity to increase knowledge and skill through the presentation of pertinent research that is of relevance to those working across the AOD sector. As a premier networking opportunity, the Winterschool attracts delegates from an array of professions including; medical and allied health professionals, education, law enforcement, crime prevention, corrections, policy and research.

For the past two years QNADA has participated in the annual Services Expo at the FOCUS Health 'Out of the Shed: Men, Boys & Mental Health' event. There is an increasing relevancy for the AOD sector to engage in the Mental Health sector and ensure there is a continued link to the professional AOD workforce.

Participation at the Queensland Council for Social Services QCOSS increased QNADA's public profile to the human services sector. Queensland is a particularly decentralised state, the importance of connectedness remains paramount in ensuring continuity of care across the sector. Linking with QCOSS enables QNADA to further increase the span of activities for our services.

Projects & Events

Data Project

Data collection is one of QNADA's functions and is funded by Queensland Health.

QNADA's Information and technology officer has travelled across Queensland to deliver training and promotion our NMDS database and to ensure that all of users are accurately trained in quality data entry to ensure Queensland's true sector representation of the AODTS-NMDS statistics. We need good statistics for planning, policy making and funding purposes.

We provide ongoing phone, email and remote desktop support to all of our members to ensure quality of service and accurate helpdesk. This type of support is used by our members, and works as a learning tool where administrator and user share their experiences in best practice NMDS data entry. We aim to improve our database functionality and reporting based on this feedback.

We currently provide this service to 8 Agencies, 18 Services and 78 Operators.

CSSSP Project

Increasing the capacity of Queensland's Non-Government Alcohol and other Drug Agencies

Eleven Queensland non-government (NGO) agencies receive funding through the Department of Health and Aging (DoHA) to build organisational capacity to respond to people experiencing comorbid substance use and mental illness.

DoHA funds QNADA to support these agencies and disseminates the cultural change experience to other Queensland under a complimentary initiative - the Cross Sectoral Strategic Support and Partnership program or CSSSP.

The CSSSP project represents Queensland on a national level. Fortnightly teleconferences and Bi annual face to face meetings ensure Queensland's comorbidity issues are presented and tabled for discussion at a national level. Project coordinators provide support and identify common areas for collaboration. Tools and resources are shared and disseminated where appropriate.

Project highlights for 2010/11 *include:*

- Access to information such as MIMS online and the Journal of Substance Use and Mental Health for its members
- The development of Memorandum of Understanding with key services that would benefit Queensland ISI grant recipients
- The contribution and implementation of a bi-annual national newsletter and inaugural national forum for ISI grant recipients through the network of state peak bodies
- The development of a Cultural Change Resource in the form of a report "Building Capacity in Non-Government Alcohol and Drug Services, the Queensland Experience – A Tough but Perfect Confluence"
- Continuation of support and targeted information to ISI grant recipients and the wider AOD NGO sector
- The production of six seminars in the comorbidity in the community series enabling the wider sector to network, build partnerships, share information and resources targeting the following six priority populations. The Comorbidity in the Community Seminar Series partnered with The Queensland Voice for Mental Health and Queensland Alliance for Mental Health in addition to local peaks to produce a professional development opportunity to the NGO AOD and wider human services sector. All seminars were recorded and available via www.qnada.org.au

QNADA Conference

The inaugural QNADA Conference – Challenges and Innovations 2011 was a resounding success.



The program consisted of eight subject areas across nine sessions covering;

- Sector infrastructure (including the National Drug Strategy, Cross Sector Relationships and Workforce Development),
- Innovations in Practice, namely comorbidity treatment,
- Information technology – followed by a practical interactive demonstration,
- Residential treatment,
- New sector priorities and
- Innovations in treatment

QNADA has received positive feedback on both individual speakers and on the organisation and general running of the conference.

The primary aim of the QNADA Conference – Challenges and Innovation - is to focus on key issues as they affect our members and their clients. Topics were chosen for their impact on member services, and presentations ranged from major policies such as the National Drug Strategy to innovations in service systems, and information technology to the challenges of new drugs and drug use patterns.

Building Capacity in Non-government Alcohol and Drug Services

The Queensland Experience

A Tough but Perfect Confluence

Report Summary



Research Study

Building Capacity in Non-Government Alcohol and Drug Services

The Improved Services Initiative (ISI) project led important cross sector change across Australia. The eleven Queensland services funded were invited to participate in a process to document the cultural change.

QNADA contracted ConNetica Consulting to document the process of cultural change with view to developing a resource to assist the wider Human Services sector adapt to future cultural change initiatives. CEOs and ISI project coordinators were interviewed to ascertain the barriers and enablers to change at the two levels across the organisation detailing what level of change was adopted.

The report, “Building Capacity in Non-Government Alcohol and Drug Services, the Queensland Experience – A Tough but Perfect Confluence” details the organisational change management processes through the development of five pathways. In addition, a series of resource inventories have been collated to further assist organisations throughout the change management process.

The report utilises the baseline study to measure the progress and identified specific pathways that enabled effective organisational change. The eleven services participated in the process resulting in two documents; a report detailing the cultural change process and a synthesised version detailing change pathways for Queensland AOD sector.

Both the summary and full report, including inventories and a copy of the baseline template, are available via the QNADA website www.qnada.org.au

Treasurer's Report

2010/11 Financial Year

QNADA is primarily funded by the Queensland Health. Significant project funding is also provided by the Commonwealth Department of Health and Ageing through the Improved Services Initiative.

During the year we received grant funding of \$517,010 Queensland Health contributed \$386,645. Other funders were the Department of Health and Aging and the Mental Health Council.

Membership fees of \$13,576 and interest of \$11,147 were also received.

Our expenditure for the year was \$713,602 and was supported from CSSSP funding from the previous year, new grant funding, interest income and our membership fees.

Our members' equity increased from \$114,340 to \$137,059.

2011/12 Financial Year

Grant income of \$571,103 for 2011/12 is contained in current funding agreements. Other income is budgeted at \$27,847. During the year we are budgeting to spend \$588,711 on our activities.

With the aim of ensuring QNADA's sustainability, we have constructed our budget for 2011/12 with the aim of continuing to grow our member equity.

I commend the 2010/11 accounts to the membership.

Mitchell Giles

Treasurer





Financial Statements

For the Year Ended 30 June 2011

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Queensland Network of Alcohol and Other Drugs Agencies Ltd

Director's Report

30 June 2011

Your directors present their report, of the Queensland Network of Alcohol and Other Drugs Agencies Ltd ("QNADA"), (a company limited by Guarantee) for the financial year ended 30 June 2011.

1. General information

Directors

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

Names	Position	Appointed
Dennis Young	President	1/07/2010
Trevor Hallewell	Vice President	1/07/2010
Mary Alcorn	Director	1/07/2010
Mithcell Giles	Treasurer	1/07/2010
Gerard Byrne	Director	1/07/2010
Geoff Manu	Secretary	1/07/2010
John Bartlett	Director	1/07/2010
John Close	Director	16/11/2010
Ara Harathunian	Director	16/11/2010
Kath Bingham	Director	16/11/2010

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Company Secretary

The following person held the position of company secretary at the end of the financial year:

Peter Prendergast, B. Bus (Acc) ; FIPA

Principal Activities

The principal activities of Queensland Network of Alcohol and Other Drugs Agencies Ltd during the financial year have been in the on going work of the organisation as a peak body for non government drugs and alcohol agencies in Queensland.

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

Queensland Network of Alcohol and Other Drugs Agencies Ltd

2. Operating Results and Review of Operations for the Year

Operating Results

The net surplus from ordinary activities for the year amounted to \$ 22,719.

Dividends Paid or Recommended

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

Review of operations

- i. The ongoing operation of the peak body for non government drugs and alcohol agencies in Queensland
- ii. Collection of data from the NGO Alcohol and Drug sector for Queensland Health
- iii. The Improved Services Initiative program supports the non government drugs and alcohol agencies in Queensland as they under take service improvement activities.

3. Other items

Significant Changes in State of Affairs

No significant changes in the company's state of affairs occurred during the financial year.

After balance date events

No matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.

Future developments

The company expects to maintain the present status and level of operations and hence there are no likely developments in the entity's operations.

Environmental Issues

The company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory.

Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Information on Directors

Dennis Young	President
Qualifications	Doc. Health Services Management, MBA (HRM) (UCQ) Grad Dip. Further Ed. and Train. (USQ), B. Bus (HRM), Cert. IV Train. & Assess
Experience	Executive Director of Drugs Arm Australasia
Special Responsibilities	Chair of Business Committee
Trevor Hallewell	Vice President
Experience	Program Manager, We Help Ourselves
Mary Alcorn	Director
Qualifications	R.N., Dip Comm. Welf (AOD)
Experience	Executive Director, Gold Coast Drug Council
Mitchell Giles	Treasurer
Qualifications	B.Bus (Mg), M. Health Sci., R.N.
Experience	CEO, Alcohol and Drug Foundation Queensland
Special Responsibilities	Member of Business Committee
Gerard Byrne	Director
Qualifications	Dip. of Soc. Sci.; Cert IV AOD Work, Cert Psychotherapy, Cert. Clinic. S'vision, Dip Bus Mgt, Dip. HRM
Experience	Clinical Director, Recovery Services, The Salvation Army
Interest in Contract	Member of Business Committee
Geoff Manu	Secretary
Experience	General Manager, Qld Injectors Health Network
Special Responsibilities	Member of Business Committee
John Bartlett	Director
Qualifications	B.A. (Min) ; JP (Q)
Experience	Co Director, Fresh Hope
John Close	Director
Qualifications	Dip. Soc. Sci (Couns)
Experience	CEO, Goori Men's Recovery Centre, Chair, Qld Indigenous Substance Misuse Council
Ara Harathunian	Director
Qualifications	B. Eng.; Adv. Dip Acct.; Cert IV Gov.; Cert IV Small Bus.
Experience	Director/ CEO, Indigenous Well being Centre Aboriginal Corporation
Kath Bingham	Director
Experience	Vice President, Queensland Intravenous AIDS Association Inc

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Meetings of Directors

During the financial year, meetings of directors were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Dennis Young	10	9
Trevor Hallewall	10	6
Mary Alcorn	10	7
Mithcell Giles	10	9
Gerard Byrne	10	7
Geoff Manu	10	6
John Bartlett	10	8
John Close	5	5
Ara Harathunian	5	3
Kath Bingham	4	3

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of Queensland Network of Alcohol and Other Drugs Agencies Ltd.

Proceedings on Behalf of Company

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

Auditor's Independence Declaration

The lead auditors independence declaration for the year ended 30 June 2011 has been received and can be found on page 5 of the financial report.

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

Director:
Dennis Young

Dated: 25 October 2011

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Auditors Independence Declaration under Section 307C of the Corporations Act 2001 to the Board of Directors Queensland Network of Alcohol and Other Drugs Agencies Ltd

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2011 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Merrotts Chartered Accountants

September 2011

Brisbane

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Income Statement

For the Year Ended 30 June 2011

	2011	2010
	\$	\$
Revenue		
Government grants	697,617	335,772
Membership fees	13,576	-
Admin Cost Contribution	75,046	-
Ticket Sales	13,980	-
Interest	11,147	122
Employee benefits expense	(370,188)	(184,940)
Depreciation and amortisation expense	(16,114)	(15,680)
Other expenses	(266,969)	(181,244)
Funding Contribution to Overheads	(75,046)	
Consultancy Fees	(60,331)	(2,938)
Surplus/(Deficit) before income tax	22,719	(48,908)
Income tax expense	-	-
Surplus/(Deficit) for the year	22,719	(48,908)

The accompanying notes form part of these financial statements.

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Statement of Financial Position

30 June 2011

	Note	2011	2010
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	138,046	93,619
Trade and other receivables	3	46,154	210,212
Prepayments	6	817	2,125
Held to Maturity Investments	4	25,785	-
TOTAL CURRENT ASSETS		210,802	305,956
NON CURRENT ASSETS	5	24,201	35,206
Property, plant and equipment			
TOTAL NON CURRENT ASSETS		24,201	35,206
TOTAL ASSETS		235,003	341,162
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	82,766	220,491
GST Liabilit		2,707	-
Short term provisions	8	12,471	6,331
TOTAL CURRENT LIABILITIES		97,944	226,822
NON CURRENT LIABILITIES			
TOTAL LIABILITIES		97,944	226,822
NET ASSETS		137,059	114,340
EQUITY			
Retained Surplus		137,059	114,340
TOTAL EQUITY		137,059	114,340

The accompanying notes form part of these financial statements.

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Statement of Changes in Equity

For the year Ended 30 June 2011

2011	Retained Surplus	Total
	\$	\$
Balance at 1 July 2010	114,340	114,340
Surplus for year	22,719	22,719
Sub total	22,719	22,719
Balance at 30 June 2011	137,059	137,059
2010	Retained Surplus	Total
	\$	\$
Balance at 1 July 2009	163,248	163,248
Surplus for year	(48,908)	(48,908)
Sub total	(48,908)	(48,908)
Balance at 30 June 2010	114,340	114,340

The accompanying notes form part of these financial statements.

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Cash Flow Statement

For the Year Ended 30 June 2011

		2011	2010
	Note	\$	\$
Cash from operating activities:			
Receipts from grants		697,617	485,735
Payments to suppliers and employees		(969,865)	(342,982)
Other Revenue		336,422	1,669
Interest received		11,147	53
Net cash provided by (used in) operating activities	11(a)	75,321	144,505
Cash flows from investing activities:			
Proceeds from sale of plant and equipment	-	-	
Purchase of property, plant and equipment		(5,109)	(50,880)
Net cash provided by (used in) investing activities		(5,109)	(50,880)
Cash flows from financing activities			
Net cash provided by (used in) financing activities		-	-
Other activities:			
Net increase (decreases) in cash held		70,212	93,619
Cash at beginning of financial year		93,619	-
Cash at end of financial year	2	163,831	93,619

The accompanying notes form part of these financial statements.

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Notes to the Financial Statements

For the Year Ended 30 June 2011

The financial statements are for Queensland Network of Alcohol and Other Drugs Agencies Ltd as an individual entity, incorporated and domiciled in Australia. Queensland Network of Alcohol and Other Drugs Agencies Ltd is a company limited by guarantee.

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

This is a special purpose financial report.

The directors have prepared the financial statements on the basis that the company is a non reporting entity because there are no users dependent on general purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the needs of members.

The financial report has been prepared in accordance with the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in notes. The accounting policies have been adopted in the preparation of this report as shown below.

Accounting Policies

(b) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

When the company applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements, a statement of financial position as at the beginning of the earliest comparative period will be disclosed.

(c) Plant and Equipment

Each class of plant and equipment is carried at cost, less, where applicable, any accumulated depreciation and impairment losses.

Plant and equipment

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

The carrying amount of plant and equipment is reviewed annually by the Management Committee ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Plant and equipment that have been contributed at no cost, or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Depreciation

The depreciable amount of all fixed assets is depreciated on a straight line basis over the asset's useful life to the company commencing from the time the asset is held ready for use.

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

Class of Fixed Asset

Plant and Equipment	33.33%
Furniture, Fixtures and Fittings	33.33%
Computer Software	33.33%
Leasehold improvements	6%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(d) Impairment of Assets

At the end of each reporting period, the company reviews the carrying values of its 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 asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

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.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the company would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined on the depreciated replacement cost of an asset.

Where an impairment loss on a revalued asset is identified, this is debited against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same class of asset.

(e) 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, and bank overdrafts. Bank overdrafts are shown within short term borrowings in current liabilities on the statement of financial position.

(f) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows.

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Contributions are made by the company to an employee superannuation fund and are charged as expenses when incurred.

(g) Provisions

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(h) Trade and other payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(i) Income Tax

No provision for income tax has been raised as the company is exempt from income tax under Div 50 of the Income Tax Assessment Act 1997.

(j) Revenue and Other Income

Grant revenue is recognised in the income statement 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.

Queensland Network of Alcohol and Other Drugs Agencies Ltd receives non reciprocal contributions of assets from the government and other parties for no or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the income statement.

Donations and bequests are recognised as revenue when received.

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

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

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

(k) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

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

Queensland Network of Alcohol and Other Drugs Agencies Ltd

(l) Critical Accounting Estimates and Judgments

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

Economic Dependence

Queensland Network of Alcohol and Other Drugs Agencies Ltd is dependent on the Department of Queensland Health for the majority of its revenue used to operate the business. At the date of this report the directors have no reason to believe the Department of Queensland Health will not continue to support Queensland Network of Alcohol and Other Drugs Agencies Ltd.

(m) Financial instruments

Initial Recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provision to the instrument. For financial assets, this is the equivalent to the date that the company commits itself to either the purchases or sale of assets (i.e. trade date accounting is adopted)

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit and loss' in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at either of fair value or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled between knowledgeable, willing parties.

(i) Financial assets at fair value through profit and loss

Financial assets are classified at 'fair value through profit and loss' when they are either held for trading for the purpose of short term profit taking. the only such assets in this category is cash & cash equivalents.

(ii) Loans and receivables

Loans and receivables are non derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are included in current assets to the extent they are expected to mature within 12 months.

(iii) Financial liabilities

Non derivative financial liabilities (excluding financial guarantees) are subsequently measured at cost.

Impairment

At each reporting date, the company assesses whether there is objective evidence that a financial instrument has been impaired. Impairment losses are recognised in the income statement.

(iv) Held to maturity investments

Held to maturity investments are non derivative financial assets with fixed or determinable payments and fixed maturity where the group has the intention and the ability to hold in the long term or until maturity.

Queensland Network of Alcohol and Other Drugs Agencies Ltd

(n) Unexpended Grants

QNADA receives grant monies to fund projects either for contracted periods of time or for specific projects. It is the policy for QNADA to treat grant monies as unexpended grants in the statement of financial position where QNADA is contractually obliged to provide services in a subsequent financial period to when the grant is received or in the case of specific projects where the project has not been completed.

(o) New Accounting Standards for Application in Future Periods

The AASB has issued new and amended accounting standards and interpretations that have mandatory application dates for future reporting periods. There were no such new standards which affected the entity.

2 Cash and Cash Equivalents

	Note	2011	2010
		\$	\$
Cash on hand		250	250
Cash at bank		137,796	83,169
Short term bank deposits		-	10,200
		138,046	93,619

Reconciliation of Cash

Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:

	Note	2011	2010
		\$	\$
Cash and cash equivalents		138,046	93,619
Bank deposits		25,785	-
		163,831	93,619

3 Trade and Other Receivables

	Note	2011	2010
		\$	\$
CURRENT			
Receivables		45,954	211,552
		45,954	211,552
Deposits		200	200
Other receivables		-	(1,540)
Total current trade and other receivables		46,154	210,212

Queensland Network of Alcohol and Other Drugs Agencies Ltd

4 Other Financial Assets

(a) Held to maturity investments comprise:

	Note	2011	2010
		\$	\$
Bank Deposits		25,785	-
		25,785	-

5 Property, Plant and Equipment

	Note	2011	2010
		\$	\$
PLANT AND EQUIPMENT			
Plant and equipment At cost		26,415	23,085
Accumulated depreciation		(15,098)	(8,036)
Total plant and equipment		11,317	15,049
Furniture, fixture and fittings At cost		8,302	6,545
Accumulated depreciation		(4,116)	(2,618)
Total furniture, fixture and fittings		4,186	3,927
Computer software At cost		17,042	17,042
Accumulated depreciation		(8,345)	(4,093)
Total computer software		8,697	12,949
Improvements At cost		4,214	4,214
Accumulated depreciation		(4,214)	(933)
Total improvements		-	3,281
Total plant and equipment		24,200	35,206
Total property, plant and equipment		24,200	35,206

6 Other Assets

	Note	2011	2010
		\$	\$
CURRENT			
Prepayments		817	2,125
		817	2,125

Queensland Network of Alcohol and Other Drugs Agencies Ltd

7 Trade and Other Payables

	Note	2011	2010
		\$	\$
CURRENT			
Trade payables		62,330	16,362
Other payables		9,775	188,811
		72,105	205,173
Accrued expenses		10,661	15,318
		10,661	15,318
		82,766	220,491

8 Provisions

Analysis of Total Provisions

	Note	2011	2010
		\$	\$
Current		12,471	6,331
		12,471	6,331

9 Contingent Liabilities and Contingent Assets

No contingent assets and liabilities have been noted as at the end of the year.

10 Events After the End of the Reporting Period

The financial report was authorised for issue on 28 September 2011 by the board of directors.

Queensland Network of Alcohol and Other Drugs Agencies Ltd

11 Cash Flow Information

(a) Reconciliation of Cash Flow from Operations with Profit after Income Tax

	Notes	2011	2010
		\$	\$
Net income for the period		22,719	(48,908)
Cash flows excluded from profit attributable to operating activities			
Non cash flows in profit			
Depreciation		16,114	15,680
Provision for doubtful debt		(1,504)	1540
Changes in assets and liabilities			
(Increase)/decrease in trade and term receivables		165,598	211,552
(Increase)/decrease in prepayments		1,308	(2,325)
(Increase)/(decrease) in trade payables and accruals		(135,018)	390,070
Increase/(decrease) in provisions		6,140	-
		75,321	144,505

12 Significant Revenue

The following significant revenue items are relevant in explaining the financial performance:

	\$
Grant – Department of Health & Aging	116,765
Grant – Queensland Health	384,645

Queensland Network of Alcohol and Other Drugs Agencies Ltd

13 Company Details

The registered office of the company is:

Queensland Network of Alcohol and Other Drugs Agencies Ltd
Suite 4, 50 Cleveland Street
Greenslopes
QLD, 4201

The directors of the entity declare that:

1. The financial statements and notes, as set out on pages 7 to 18, are in accordance with the Corporations Act 2001 and:
 - (a) comply with Australian Accounting Standards; and
 - (b) give a true and fair view of the financial position as at 30 June 2011 and of the performance for the year ended on that date of the entity.
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.

This declaration is made in accordance with a resolution of the Board of Directors.

Director:

Dennis Young

Dated: 25 October 2011

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Independent Audit Report to the members of Queensland Network of Alcohol and Other Drugs Agencies Ltd

Report on the Financial Report

We have audited the accompanying financial statements of Queensland Network of Alcohol and Other Drugs Agencies Ltd (the company), which comprises the statement of financial position as at 30 June 2011, and the income statement, and statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

Director's Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001* to the extent described in Note 1. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the financial statements 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 company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

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

Queensland Network of Alcohol and Other Drugs Agencies Ltd

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors of Queensland Network of Alcohol and Other Drugs Agencies Ltd on , would be in the same terms if provided to the directors as at the date of this auditor's report.

Auditor's Opinion

In our opinion the financial statements of Queensland Network of Alcohol and Other Drugs Agencies Ltd is in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2011 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001, to the extent described in Note 1.

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 directors' financial reporting responsibilities under the *Corporations Act 2011*. As a result, the financial report may not be suitable for another purpose.

Merrotts Chartered Accountants

September 2011

Brisbane