

# Erratum to The Prince Charles Hospital Foundation 2023-2024 Annual Report

**Action:** Please replace Pages 34, 46, 56, 57 and 58 of The Prince Charles Hospital Foundation 2023-2024 Financial Statements as part of The Prince Charles Hospital Foundation Annual Report with the pages attached, which corrects a typographical error regarding Total Expenses from continuing operations.

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## **Page 34**

The incorrect stated number was:

- Total Expenses from continuing operations \$17,797,263

The correct stated number is:

- Total Expenses from continuing operations \$19,797,263

## **Page 46**

A subsequent note has now been recorded in the Statements titled “(t) Basis for reissue of Financial Statements which states:

### **(t) Basis for reissue of Financial Statements**

Subsequent, to the issue of the Foundation’s financial report for the year ended 30 June 2024 on 29 August 2024 it was determined there was a typographical error in the total expenses sub-total on the Statement of Comprehensive Income. Individual financial statement line items, and the total surplus reported, were unaffected.

	<b>As reported</b>	<b>Adjustment</b>	<b>Restated</b>
Total Expenses from continuing operations	\$17,797,263	\$2,000,000	\$19,797,263
Operating result from continuing operations	\$2,717,614	-	\$2,717,614

## **Page 56**

Management Certificate of the Foundation

- The Management Certificate of the Foundation was re-signed by the Chairperson and Chief Executive Officer on 20 November 2024.

## **Page 57 and 58**

Please note that this typographical error was found by The Queensland Audit Office (QAO).

- The QAO Independent Auditor’s Report dated 4 December 2024 states:

### ***Emphasis of matter - revised total expenses from continuing operations figure***

*We draw your attention to note 1(t) Basis for reissue of financial statements. The Statement of Comprehensive Income has been revised to reflect total expenses from continuing operations as \$19,797,263. As this revision was material, the financial statements have been re-signed by the Chairperson and Chief Executive Officer on 20 November 2024.*

*Consequently, the financial statement certified by the Chairperson and Chief Executive Officer on 27 August 2024 and the accompanying auditor’s report certified on 29 August 2024 have been superseded. My opinion is not modified in respect of this matter.*

## **Attached:**

- Correct P34 The Prince Charles Hospital Foundation 2023-2024 Financial Statements
- Correct P46 The Prince Charles Hospital Foundation 2023-2024 Financial Statements
- Re-signed P56 Management Certificate of the Foundation
- Amended P57 and P58 QAO Independent Auditor’s Report dated 4 December 2024

# THE PRINCE CHARLES HOSPITAL FOUNDATION

## Statement of Comprehensive Income For the Year Ended 30 June 2024

		2024	2023
	Notes	\$	\$
<b>Income from Continuing Operations</b>			
Café sales		7,974,114	7,581,605
Collocation income	2	1,472,406	1,234,503
Donations and other contributions	3	9,228,698	5,504,409
Functions and special events		1,373,135	1,319,016
Other income		75,141	63,804
Investment income		1,014,585	553,042
Interest income		214,821	397,438
Increase in fair value of financial assets designated at FVPL		1,152,092	361,364
Realised gain on sale of financial assets designated at FVPL		5,340	21,776
Gain on sale of fixed assets		4,545	-
<b>Total Income from Continuing Operations</b>		<b>22,514,877</b>	<b>17,036,957</b>
<b>Expenses from Continuing Operations</b>			
Research grants and patient care expenditure	4	7,846,551	4,728,364
Employee expenses	5	5,723,474	5,050,090
Cost of sales		3,300,759	3,295,257
General and administration expenses		1,791,112	1,639,399
Functions and special events		797,216	933,919
Depreciation	12	132,150	123,316
Depreciation – right of use assets		-	42,779
Amortisation	13	1,627	-
Interest expense		-	4,020
Realised loss on disposal of financial assets designated at FVPL		204,298	30,535
Loss on disposal of fixed assets		76	14,513
<b>Total Expenses from Continuing Operations</b>	1(t)	<b>19,797,263</b>	<b>15,862,192</b>
<b>Operating Result from Continuing Operations</b>		<b>2,717,614</b>	<b>1,174,765</b>
<b>Other Comprehensive Income:</b>			
<b>Total Other Comprehensive Income for the Year</b>		<b>-</b>	<b>-</b>
<b>Total Comprehensive Income</b>		<b>2,717,614</b>	<b>1,174,765</b>

The accompanying notes form part of these financial statements

**THE PRINCE CHARLES HOSPITAL FOUNDATION**  
**Notes to and forming part of the Financial Statements for the year ended 30 June 2024**

**(p) Lease and occupancy liabilities**

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the entity's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of-use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

**(q) Insurance**

The Foundation's non-current physical assets and other risks are insured through City Cover (Aust) Pty Ltd, premiums being paid on a risk assessment basis. In addition, the Foundation pays premiums to WorkCover Queensland in respect of its obligations for worker's compensation.

**(r) Taxation**

The Foundation has been endorsed by the Commissioner of Taxation as an income tax exempt charity pursuant to Section 50-5 of the *Income Tax Assessment Act 1997*. The Foundation is exempted from Fringe Benefits Tax under Section 57a of the *Fringe Benefit Tax Assessment Act 1986*.

Accordingly, the Foundation is exempted from Commonwealth taxation with the exception of Goods and Services Tax (GST). GST is the only tax accounted for by the Foundation. Receivables and payables in the balance sheet are shown inclusive of GST. GST credits receivable from, and GST payable to, the ATO at reporting date are separately recognised in receivables within Note 9, and payables within note 14.

**(s) Issuance of Financial Statements**

The financial statements are authorised for issue by the Board of The Prince Charles Hospital Foundation at the date of signing the Management Certificate of the Foundation.

**(t) Basis for reissue of Financial Statements**

Subsequent to the issue of the Foundation's financial report for the year ended 30 June 2024 on 29 August 2024 it was determined there was a typographical error in the total expenses sub-total on the Statement of Comprehensive Income. Individual financial statement line items, and the total surplus reported, were unaffected.

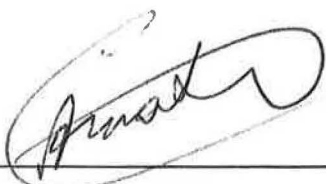
	As Reported	Adjustment	Restated
Total Expenses from continuing operations	\$17,797,263	\$2,000,000	\$19,797,263
Operating result from continuing operations	\$2,717,614	-	\$2,717,614

## MANAGEMENT CERTIFICATE OF THE FOUNDATION

These general purpose financial statements have been prepared pursuant to section 62(1) (a) of the *Financial Accountability Act 2009* (the Act), section 39 of the *Financial and Performance Management Standard 2019*, the *Australian Charities and Not-for-profits Commission Act 2012* and other prescribed requirements. In accordance with section 62(1)(b) of the Act and subsection 60.15(2) of the Australian Charities and Not-for-profits Commission Regulations 2022 we certify that in our opinion:

- (a) the prescribed requirements for establishing and keeping the accounts have been complied with in all material respects; and
- (b) the financial statements have been drawn up to present a true and fair view, in accordance with prescribed accounting standards, of the transactions of The Prince Charles Hospital Foundation for the financial year ended 30 June 2024 and of the financial position of the foundation as at the end of that year; and
- (c) there are reasonable grounds to believe the registered charity is able to pay its debts, as and when they become due and payable; and

We acknowledge responsibility under s.7 and s.11 of the *Financial and Performance Management Standard 2019* for the establishment and maintenance, in all material respects, of an appropriate and effective system of internal controls and risk management processes with respect to financial reporting throughout the reporting period.



**Christopher Morton**  
**Chairperson**

Date 20 November 2024



**Steve Francia**  
**Chief Executive Officer**

Date 20-Nov-2024

## INDEPENDENT AUDITOR'S REPORT

To the Board of The Prince Charles Hospital Foundation

### Report on the audit of the financial report

#### Opinion

I have audited the accompanying financial report of The Prince Charles Hospital Foundation.

In my opinion, the financial report:

- a) gives a true and fair view of the entity's financial position as at 30 June 2024 and its financial performance for the year then ended; and
- b) complies with the *Financial Accountability Act 2009*, the Financial and Performance Management Standard 2019, the *Australian Charities and Not-for-profits Commission Act 2012*, the Australian Charities and Not-for-profits Commission Regulations 2022 and Australian Accounting Standards - Simplified Disclosures.

The financial report comprises the statement of financial position as at 30 June 2024, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements including summaries of material accounting policies, and the management certificate.

#### Basis for opinion

I conducted my audit in accordance with the *Auditor-General Auditing Standards*, which incorporate the Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report.

I am independent of the entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including independence standards)* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code and the *Auditor-General Auditing Standards*.

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

#### Emphasis of matter – revised total expenses from continuing operations figure

We draw your attention to note 1(t) Basis for reissue of financial statements. The Statement of Comprehensive Income has been revised to reflect total expenses from continuing operations as \$19,797,263. As this revision was material, the financial statements have been re-signed by the Chairperson and Chief Executive Officer on 20 November 2024. Consequently, the financial statement certified by the Chairperson and Chief Executive Officer on 27 August 2024 and the accompanying auditor's report certified on 29 August 2024 have been superseded. My opinion is not modified in respect of this matter.

### **Responsibilities of the entity for the financial report**

The Board is responsible for the preparation of the financial report that gives a true and fair view in accordance with the *Financial Accountability Act 2009*, the Financial and Performance Management Standard 2019, the *Australian Charities and Not-for-profits Commission Act 2012*, the Australian Charities and Not-for-profits Commission Regulations 2022 and Australian Accounting Standards – Simplified Disclosures, and for such internal control as the Board determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

The Board is also responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless it is intended to abolish the entity or to otherwise cease operations.

### **Auditor's responsibilities for the audit of the financial report**

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but 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 my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

[https://auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://auasb.gov.au/auditors_responsibilities/ar4.pdf)

This description forms part of my auditor's report.

### **Statement**

In accordance with s.40 of the *Auditor-General Act 2009*, for the year ended 30 June 2024:

- a) I received all the information and explanations I required.
- b) I consider that, the prescribed requirements in relation to the establishment and keeping of accounts were complied with in all material respects.

### **Prescribed requirements scope**

The prescribed requirements for the establishment and keeping of accounts are contained in the *Financial Accountability Act 2009*, any other Act and the Financial and Performance Management Standard 2019. The applicable requirements include those for keeping financial records that correctly record and explain the entity's transactions and account balances to enable the preparation of a true and fair financial report.



D J Toma  
as delegate of the Auditor-General

4 December 2024

Queensland Audit Office  
Brisbane