

# **The Girls & Boys Brigade Foundation**

*(A Public Ancillary Fund)*

**ABN 37 142 341 507**

Annual Report for the Financial Year Ended  
31 December 2020

**THE GIRLS & BOYS BRIGADE FOUNDATION**  
**ABN 37 142 341 507**

**GENERAL PURPOSE FINANCIAL REPORT**  
**FOR THE FINANCIAL YEAR ENDED**  
**31 DECEMBER 2020**

**CONTENTS**

	<b>Page</b>
Trustee Report	2-3
Auditor's Independence Declaration	4
Independent Audit Report	5-7
Declaration by Directors of the Trustee (including the Declaration under the Charitable Fundraising Act)	8
Statement of Profit or Loss and Other Comprehensive Income	9
Statement of Financial Position	10
Statement of Changes in Equity	11
Statement of Cash Flows	12
Notes to the Financial Statements	13-22
Supplementary Financial Information	23

# **THE GIRLS & BOYS BRIGADE FOUNDATION**

## **TRUSTEE REPORT**

The Girls & Boys Brigade Foundation Limited (“Trustee”) acts as Trustee of The Girls & Boys Brigade Foundation (“Foundation”) and the Directors of the Trustee hereby submit the annual financial report of the Public Ancillary Fund for the financial year ended 31 December 2020, in order to comply with the provisions of the Australian Charities and Not-for-profits Commission Act 2012:

### **PRINCIPAL ACTIVITIES**

The Foundation’s principal activities in the course of the financial year were fundraising. The Foundation is registered under the Charitable Fundraising Act 1991. The Foundation provides distributions to support The Girls & Boys Brigade through the investing activities undertaken by the Foundation.

### **REVIEW OF OPERATIONS**

The deficit from ordinary activities after income tax for the year ended 31 December 2020 amounted to \$86,772 (2019: \$287,514 Surplus)

### **CHANGES IN STATE OF AFFAIRS**

During the financial year there was no significant change in the state of affairs of the Foundation other than that referred to in the financial statements or notes thereto.

### **SUBSEQUENT EVENTS**

No matters or circumstances have arisen since the end of the financial year that has significantly affected, or may significantly affect, the operations of the Foundation, the results of those operations, or the state of affairs of the Foundation in future financial years.

### **FUTURE DEVELOPMENTS**

There are no likely developments in the operations of the Foundation, which would affect the expected results in subsequent financial years, to which the Directors of the Trustee wish to bring attention.

### **ENVIRONMENTAL REGULATIONS**

The Foundations operations are not subject to any significant environmental regulations under either Commonwealth or State legislation.

### **INDEMNIFICATION OF OFFICERS AND AUDITORS**

During the financial year the Foundation paid a premium in respect of a contract insuring the Directors and Officers of the Trustee against any liability incurred by such Directors and Officers to the extent permitted by the Australian Charities and Not-for-profits Commission Act 2012. The contract of insurance prohibits disclosure of the nature of the liability and amount of the premium.

The Foundation has not otherwise, during or since the financial year, indemnified or agreed to indemnify an officer or auditor of the Foundation against a liability incurred as such an officer or auditor.

**THE GIRLS & BOYS BRIGADE FOUNDATION  
TRUSTEE REPORT**

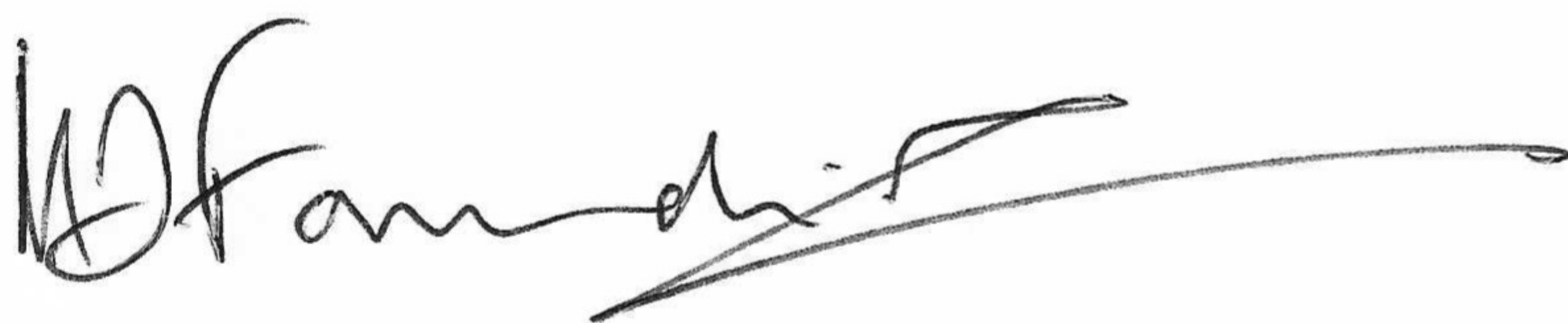
**DIRECTORS' BENEFITS**

Since the end of the previous financial year, no Director of the Trustee has received or become entitled to receive a benefit by reason of any contract made by the Foundation with any Director or with a firm of which the Director is a member or with an entity in which the Director has a substantial financial interest.

**AUDITOR'S INDEPENDENCE DECLARATION**

The auditor's independence declaration is included on page 4.

Signed in accordance with a resolution of the Directors of the Trustee

A handwritten signature in black ink, appearing to read 'M J Forsdick', with a long horizontal flourish extending to the right.

M J Forsdick  
Director  
The Girls & Boys Brigade Foundation Limited

**Sydney**

Date: 15 JUNE 2021

The Trustee  
The Girls & Boys Brigade Foundation  
PO Box 225  
Surry Hills  
NSW 2010

15 June 2021

Dear Trustees

**The Girls & Boys Brigade Foundation**

In accordance with Subdivision 60-C of the *Australian Charities and Not-for-profits Commission Act 2012*, I am pleased to provide the following declaration of independence to the trustee of The Girls & Boys Brigade Foundation.

As lead audit partner for the audit of the financial statements of The Girls & Boys Brigade Foundation for the financial year ended 31 December 2020, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



Margaret Dreyer  
Partner  
Chartered Accountants

## Independent Auditor's Report to the Trustee of The Girls & Boys Brigade Foundation

### *Opinion*

We have audited the financial report of The Girls & Boys Brigade Foundation (the "Entity"), which comprises the statement of financial position as at 31 December 2020, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and the directors' declaration as set out on pages 8 to 22. In addition, we have audited the entity's compliance with specific requirements of the *Charitable Fundraising Act 1991* for the year ended 31 December 2020.

In our opinion,

a) the accompanying financial report of the Entity is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* (the "ACNC Act"), including:

- (i) giving a true and fair view of the Entity's financial position as at 31 December 2020 and of its financial performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*;

b) the financial report agrees to the underlying financial records of the Entity, that have been maintained, in all material respects, in accordance with the *Charitable Fundraising Act 1991* and its regulations for the year ended 31 December 2020; and

c) monies received by the Entity as a result of fundraising appeals conducted during the year ended 31 December 2020, have been utilised for, and applied, in all material respects, in accordance with the *Charitable Fundraising Act 1991* and its regulations.

### *Basis for Opinion*

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report and Compliance with Specific Requirements of the Charitable Fundraising Act 1991* section of our report. We are independent of the Entity in accordance with the auditor independence requirements of the ACNC Act and Accounting Professional & Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including *Independence Standards*) (the "Code") that are relevant to our audit of the financial report and compliance with specific requirements of the *Charitable Fundraising Act 1991* in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

### *Other Information*

Management are responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 31 December 2020, but does not include the financial report and our auditor's report thereon.

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

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### *Responsibilities of the Directors for the Financial Report*

The directors of the entity are responsible for compliance with the *Charitable Fundraising Act 1991* and the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards, and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error, and to enable compliance with the *Charitable Fundraising Act 1991*.

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

#### *Auditor's Responsibilities for the Audit of the Financial Report and Compliance with Specific Requirements of the Charitable Fundraising Act 1991*

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 the Entity complied, in all material respects, with specific requirements of the *Charitable Fundraising Act 1991*, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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 non-compliance with the specific requirements of the *Charitable Fundraising Act 1991* and 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- 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.

## *Inherent Limitations*

Because of the inherent limitations of any compliance procedure, it is possible that fraud, error or non-compliance with the *Charitable Fundraising Act 1991* may occur and not be detected. An audit is not designed to detect all weaknesses in the Entity's compliance with the *Charitable Fundraising Act 1991* as an audit is not performed continuously throughout the period and the tests are performed on a sample basis. Any projection of the evaluation of the compliance procedures to future periods is subject to the risk that the procedures, may become inadequate because of changes in conditions, or that the degree of compliance with them may deteriorate.

We communicate with management 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.



DELOITTE TOUCHE TOHMATSU



Margaret Dreyer  
Partner  
Chartered Accountants  
Sydney, 15 June 2021



**THE GIRLS & BOYS BRIGADE FOUNDATION  
TRUSTEE DECLARATION**

The Directors of the Trustee of The Girls & Boys Brigade Foundation declare that, in their opinion:

- (a) there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable; and,
- (b) the attached financial statements and notes thereto are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, including compliance with accounting standards and giving a true and fair value of the financial position and performance of the Foundation.

**INFORMATION AND DECLARATION TO BE FURNISHED UNDER THE CHARITABLE  
FUNDRAISING ACT 1991**

**Declaration**

**In respect of fundraising appeals in accordance with the Charitable Fundraising Act 1991.**

The Directors of the Trustee of The Girls & Boys Brigade Foundation declare that:

- a) the financial statements give a true and fair view of all income and expenditure of The Girls & Boys Brigade Foundation with respect to fundraising appeals for the financial year ended 31 December 2020;
- b) the statement of financial position gives a true and fair view of the state of affairs with respect to fundraising appeals as at 31 December 2020;
- c) the provisions of the Act, the regulations under the Act and the conditions attached to the Authority have been complied with; and
- d) the internal controls exercised by The Girls & Boys Brigade Foundation are appropriate and effective in accounting for all income received and applied from any fundraising appeals.

Signed in accordance with a resolution of the Directors of the Trustee.



M J Forsdick  
Director  
The Girls & Boys Brigade Foundation Limited

**Sydney**

Date: 15 JUNE 2021

# THE GIRLS & BOYS BRIGADE FOUNDATION

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Notes	2020 \$	2019 \$
Revenue	2	154,640	609,124
Administration		(3,976)	(4,113)
Insurance		(3,630)	(3,575)
Fundraising expenses		-	(681)
Distributions to The Girls & Boys Brigade		(192,500)	(270,738)
Portfolio Management fees		(41,306)	(42,503)
<b>(Deficit)/Surplus before income tax expense</b>		<b>(86,772)</b>	<b>287,514</b>
Income tax expense	1(b)	-	-
<b>(Deficit)/Surplus for the year</b>		<b>(86,772)</b>	<b>287,514</b>
<b>Total comprehensive (Deficit)/Surplus for the year</b>		<b>(86,772)</b>	<b>287,514</b>

Notes to the financial statements are included on pages 13 to 22

**THE GIRLS & BOYS BRIGADE FOUNDATION**

**STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2020**

		<b>2020</b>	<b>2019</b>
		<b>\$</b>	<b>\$</b>
<b>CURRENT ASSETS</b>	<b>Notes</b>		
Cash and cash equivalents	8 (a)	276,272	289,241
Other	4	<u>18,312</u>	<u>14,417</u>
<b>TOTAL CURRENT ASSETS</b>		<u>294,584</u>	<u>303,658</u>
 <b>NON-CURRENT ASSETS</b>			
Financial assets	3	<u>4,424,616</u>	<u>4,502,314</u>
<b>TOTAL NON-CURRENT ASSETS</b>		<u>4,424,616</u>	<u>4,502,314</u>
 <b>TOTAL ASSETS</b>		<u>4,719,200</u>	<u>4,805,972</u>
  <b>RETAINED SURPLUS</b>	5	4,719,100	4,805,872
Founders Endowment		100	100
		<u>4,719,200</u>	<u>4,805,972</u>

Notes to the financial statements are included on pages 13 to 22

**THE GIRLS & BOYS BRIGADE FOUNDATION**

**STATEMENT OF CHANGES IN EQUITY**

**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

	<b>Retained surplus</b> \$	<b>Total</b> \$
<b>Balance at 1 January 2019</b>	4,518,358	4,418,358
Surplus for the year, representing total Comprehensive income for the year	<u>287,514</u>	<u>287,514</u>
<b>Balance at 31 December 2019</b>	<u>4,805,872</u>	<u>4,805,872</u>
 <b>Balance at 1 January 2020</b>	 4,805,872	 4,805,872
Deficit for the year, representing total Comprehensive income for the year	<u>(86,772)</u>	<u>(86,772)</u>
<b>Balance at 31 December 2020</b>	<u>4,719,100</u>	<u>4,719,100</u>

Notes to the financial statements are included on pages 13 to 22

# THE GIRLS & BOYS BRIGADE FOUNDATION

## STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Notes	2020 \$	2019 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from donors/supporters		2,020	8,000
Payments to suppliers and employees		(7,606)	(8,368)
Distributions to The Girls & Boys Brigade		(192,500)	(270,738)
Interest received		33	88
GST receivable		<u>(1,116)</u>	<u>(1,188)</u>
<b>Net cash used in operating activities</b>	8 (b)	<u>(199,169)</u>	<u>(272,206)</u>
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases & Adjustments – Providence Portfolio	3	(979,078)	(2,108,272)
Sales – Providence Portfolio	3	1,076,677	1,650,422
Income from investments/managed funds		<u>88,601</u>	<u>157,818</u>
<b>Net cash generated from (used in) investing activities</b>		<u>186,200</u>	<u>(300,032)</u>
 <b>Net decrease in cash and cash equivalents</b>		(12,969)	(572,238)
 <b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR</b>		<u>289,241</u>	<u>861,479</u>
 <b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR</b>	8(a)	<u><u>276,272</u></u>	<u><u>289,241</u></u>

Notes to the financial statements are included on pages 13 to 22

# THE GIRLS & BOYS BRIGADE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

#### Statement of Compliance

The financial report is a general purpose financial report which has been prepared in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and Accounting Standards and complies with the other requirements of law and the Charitable Fundraising Act 1991 (NSW).

Accounting Standards include Australian equivalents to International Financial Reporting Standards (A-IFRS). A statement of compliance with IFRS cannot be made due to the application of not for profit sector specific requirement contained in the A-IFRS.

#### Basis of Preparation

The financial report has been prepared on the basis of historical cost, except for the revaluation of certain financial instruments. Cost is based on the fair values of the consideration given in exchange for assets.

In the current year, the Trustee has applied a number of amendments to AFRS Standards and Interpretations issued by the AASB that are effective for an annual period that begins on or after 1 January 2020. Their adoption has not had any material impact on the disclosures or on the amounts reported in these financial statements.

The following significant accounting policies have been adopted in the preparation and presentation of the financial report:

AASB 2019-1 Amendments to AASs – References to the Conceptual Framework

AASB 2018-7 Amendments to AASs – Definition of Material

The amendments above did not have any material impact to the amounts recognised in the prior periods and are not expected to significantly effect the current or future periods.

#### (a) Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment. Depreciation is provided on property, plant and equipment. Depreciation is calculated on a straight line basis so as to write off the net cost of each asset over its expected useful life. The following estimated useful lives are used in the calculation of depreciation:

- |                                    |            |
|------------------------------------|------------|
| • Land and Buildings               | 15 years   |
| • Equipment                        | 5-10 years |
| • Computer Equipment               | 2-2½ years |
| • Camping and Recreation Equipment | 5-10 years |

#### (b) Taxation

The Girls & Boys Brigade Foundation has been granted exemption from income tax under Section 50-5 of the Income Tax Assessment Act 1997.

# THE GIRLS & BOYS BRIGADE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### (c) Accounts Payable

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

#### (d) Revenue Recognition

##### Donations and contributions

Revenue in the form of bequests, donations, contributions and ‘in kind’ sponsorships is recognised in the year in which it is received. Donations in respect of specific projects or activities received in advance are recognised as income over the periods necessary to match them with the related costs, which they are intended to compensate on a systematic basis.

##### Interest revenue

Interest revenue is recognised as it accrues.

#### (e) 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 receivables and payables which are recognised 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 included in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flow.

#### (f) Financial Assets

Financial assets at FVTPL are stated at fair value, with any gains or losses arising on re-measurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the ‘net realised/unrealised gains and losses’ line item. For listed equities fair value is determined at year end based on quoted market price, level 1 input in the fair value hierarchy.

# THE GIRLS & BOYS BRIGADE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### (g) Leases

The Foundation assesses at the contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

##### *The Foundation as a lessee*

The Foundation applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Foundation recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

##### *Right-of-use assets*

The Foundation recognises right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

##### *Lease liabilities*

At the commencement date of the lease, the Foundation recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance 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.

Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

##### *Lease liabilities (continued)*

In calculating the present value of lease payments, the Foundation uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

##### *Short-term leases and lease of low-value assets*

The Foundation applies the short-term lease recognition exemption to its short-term leases. It also applies the lease of low-value assets recognition exemption to leases of assets to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as an expense on a straight-line basis over the lease term.



# THE GIRLS & BOYS BRIGADE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### (h) Critical accounting judgement and key sources of estimation uncertainty

In the application of the Foundation's accounting policies, which are described in note 1, the directors are required to make judgments, estimates and assumptions about carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

#### (i) Standards and Interpretations in issue not yet adopted

At the date of authorisation of the financial statements, the Standards and Interpretations listed below were in issue but not yet effective:

(i) Standard/Interpretation	(ii) Effective for annual reporting periods beginning on or after	(iii) Expected to be initially applied in the financial year ending
<i>AASB 2020-1 Amendments to AASs – Classification of Liabilities as Current or Non-Current</i>	1 January 2023	1 January 2023
<i>AASB 1060 General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities</i>	1 July 2021	1 July 2021

The Directors anticipate that the adoption of the Standards and Interpretations in future periods will have no material financial impact on the financial statements of the Foundation.

# THE GIRLS & BOYS BRIGADE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

### 2. SURPLUS FROM ORDINARY ACTIVITIES

The operating surplus includes the following items of revenue:

	2020 \$	2019 \$
<b>Operating Revenue</b>		
Donations	2,020	8,000
Interest – Other Persons	33	88
Income from Investments/Managed Funds	132,686	188,360
Net unrealised (loss)/gain on Investments/Managed Funds	(39,938)	269,824
Net realised gain on Investments/Managed Funds	<u>59,839</u>	<u>142,852</u>
<b>Total Operating Revenue</b>	<u><u>154,640</u></u>	<u><u>609,124</u></u>

	2020 \$	2019 \$
<b>3. FINANCIAL ASSETS</b>		
Opening Investment Portfolio balance	4,502,314	3,631,789
Purchases and adjustments at cost	979,078	2,108,272
Sales at cost	(1,076,677)	(1,650,422)
Net realised gain	59,839	142,852
Net unrealised (loss)/gain	(39,938)	269,823
Market Value of Investment Portfolio	<u><u>4,424,616</u></u>	<u><u>4,502,314</u></u>

The fair values of financial assets are based on valuation provided by professional fund managers. The funds are in diversified portfolios of various asset classes managed by professional fund managers recommended by the Board.

### 4. OTHER CURRENT ASSETS

	2020 \$	2019 \$
Debtors	1,116	1,188
Accrued Income	<u>17,196</u>	<u>13,229</u>
	<u><u>18,312</u></u>	<u><u>14,417</u></u>

### 5. RETAINED SURPLUS

Balance at beginning of financial year	4,805,872	4,518,358
Net (deficit)/surplus	<u>(86,772)</u>	<u>287,514</u>
Balance at end of financial year	<u><u>4,719,100</u></u>	<u><u>4,805,872</u></u>

# THE GIRLS & BOYS BRIGADE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

### 6. AUDITORS' REMUNERATION

The auditors of the Foundation for the year ended 31 December 2020 is Deloitte Touche Tohmatsu. The auditors did not receive fees for their service nor any other benefits.

### 7. SEGMENTAL INFORMATION

The Foundation operates wholly within Australia with the aim to raise funds from the public to secure the funding of the programs operated by, and the work of, The Girls & Boys Brigade in supporting children and youth in need by the provision of recreation, education and activities which build life skills as a foundation for a brighter future.

### 8. NOTES TO CASH FLOW STATEMENT

#### (a) Reconciliation of cash

For the purpose of the cash flow statement, cash and cash equivalents includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the financial year as shown in the cash flow statement is reconciled to the related items in the balance sheet as follows:

	2020	2019
	\$	\$
Westpac – Cash at bank	29,260	14,066
Westpac – Cash Reserve Account	15,910	15,901
Providence Wealth Cash & Equivalents	231,102	259,274
	<u>276,272</u>	<u>289,241</u>

#### (b) Reconciliation of net cash provided by operating activities to operating loss for the year

	2020	2019
	\$	\$
Operating (deficit)/surplus	(86,772)	287,514
<b>Adjustments for:</b>		
GST receivable	(1,116)	(1,188)
Net unrealised loss/(gain) on investments/managed funds	39,938	(269,823)
Net realised (gain) on investments/managed funds	(59,839)	(142,852)
Income from investments/managed funds	(91,380)	(145,857)
Net cash used in operating activities	<u>(199,169)</u>	<u>(272,206)</u>

**THE GIRLS & BOYS BRIGADE FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

**9. ADDITIONAL FOUNDATION INFORMATION**

The Girls & Boys Brigade Foundation Limited is a public company limited by guarantee, incorporated and operating in Australia and acts as Trustee for The Girls & Boys Brigade Foundation.

Registered Office and Principal Place of Business:  
404 Riley Street  
Surry Hills NSW 2010

**10. RELATED PARTY DISCLOSURES**

The Directors of The Girls & Boys Brigade Foundation Limited, which acts as Trustee of The Girls & Boys Brigade Foundation, during the whole financial year were:

P Masi  
M J Forsdick  
A P Strutt  
P J Burfurd  
J O'Rourke (Appointed Feb 2020)

There were no related party transactions during the financial year other than the donations received from the Directors. No Director had financial dealings with the Foundation or the Trustee or received remuneration from the Foundation or the Trustee.

**11. FINANCIAL INSTRUMENTS**

**(a) Significant Accounting Policies**

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which revenues and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in note 1 to the financial statements.

**(b) Interest Rate Risk**

Interest rate risk represents the amount that would be recognised if interest rates changed in respect of the Foundation's interest bearing assets and/or liabilities. The change in interest rates could have either a positive or negative impact on the Foundation. The Girls & Boys Brigade Foundation seeks to manage its cash position to meet its day-to-day operating needs and maximise net interest income.

# THE GIRLS & BOYS BRIGADE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

### 11. FINANCIAL INSTRUMENTS (CONTINUED)

The following table details the Foundation's exposure to interest rate risk as at the 31 December 2020 and 31 December 2019:

	Note	Weighted Average Interest Rate %	Amount of Asset Held Incurred at Floating Interest Rate \$	Non Interest Bearing \$	Total \$
<b>31 December 2019</b>					
<b>Financial Assets</b>					
Cash at bank	8(a)	0.26	29,967	-	29,967
Portfolio Bank Accounts	8(a)	1.29	259,274	-	259,274
Other	4	-	-	14,417	14,417
Investments (non current)	3	-	-	4,502,314	4,502,314
<b>31 December 2020</b>					
<b>Financial Assets</b>					
Cash at bank	8(a)	0.09	45,170	-	45,170
Portfolio Bank Accounts	8(a)	0.79	231,102	-	231,102
Other	4	-	-	18,312	18,312
Investments (non current)	3	-	-	4,424,616	4,424,616

### (c) Fair Value of Financial Instruments

The fair value of financial assets and financial liabilities are determined as follows:

- the fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices; and
- the fair value of other financial assets and financial liabilities (excluding derivative instruments) are determined in accordance with generally accepted pricing models based on discounted cash flow analysis.

### (d) Other Price Risk

The Trustee for The Girls & Boys Brigade Foundation is exposed to market risks arising from investments. Investments are held for long term gain rather than trading purposes.

# THE GIRLS & BOYS BRIGADE FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

### 12. ADDITIONAL INFORMATION TO BE FURNISHED UNDER THE CHARITABLE FUNDRAISING ACT 1991

(a) Details of aggregate gross income and direct expenses of Fundraising Strategies

	Gross Proceeds \$	Cost \$	Net surplus \$
<b>2020</b>			
Direct mail donor appeals	2,020	-	2,020
General Fundraising Expenses	-	-	-
	2,020	-	2,020
<b>2019</b>			
Direct mail donor appeals	8,000	-	8,000
General Fundraising Expenses	-	(681)	(681)
	8,000	(681)	7,319

(b) Statement Showing How Funds Were Applied for Charitable Purposes:

	2020 \$	2019 \$
Net surplus/(deficit) from fundraising	2,020	7,319
	2,020	7,319

During the year \$192,500 was applied for charitable purposes by way of distributions to The Girls & Boys Brigade.

(c) Comparisons of certain monetary figures and percentages

The total cost of fundraising expressed as a percentage of gross proceeds –

	2020	2019
Total Cost	0.00	681
Gross Proceeds	2,020	8,000
Percentage	0.00%	8.5%

The net surplus from fundraising appeals expressed as a percentage of gross proceeds from fundraising is –

	2020	2019
Net Surplus	2,020	7,319
Gross Proceeds	2,020	8,000
Percentage	100.00%	91.48%

# **THE GIRLS & BOYS BRIGADE FOUNDATION**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

### **13. SUBSEQUENT EVENTS**

No matters or circumstances have arisen since the end of the financial year that has significantly affected, or may significantly affect, the operations of the Foundation, the results of those operations, or the state of affairs of the Foundation in future financial years.

# THE GIRLS & BOYS BRIGADE FOUNDATION

## SUPPLEMENTARY FINANCIAL INFORMATION FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	2020 \$	2019 \$
<b>DETAILED INCOME STATEMENT</b>		
<b>Income</b>		
Donations	2,020	8,000
Interest Received	33	88
Income from Investments/Managed Funds	132,686	188,360
Net Unrealised (Loss)/Gain on Investments/Managed Funds	(39,938)	269,824
Net Realised Gain on Investments/Managed Funds	59,839	142,852
Total Income	<u>154,640</u>	<u>609,124</u>
<b>Expenses</b>		
Administration	3,976	4,113
Distributions to The Girls & Boys Brigade	192,500	270,738
Portfolio Management Fees	41,306	42,503
Insurance	3,630	3,575
Fundraising Expenses	-	681
Total Expenses	<u>241,412</u>	<u>321,610</u>
Net operating (deficit)/surplus	<u>(86,772)</u>	<u>287,514</u>