

**BIG BROTHERS – BIG SISTERS
AUSTRALIA FOUNDATION
ABN 23 239 414 857**

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2015

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Big Brothers Big Sisters Australia Foundation

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
Revenues			
Interest	5	556	133
Total Revenue		556	133
Administration expenses	6	265	28
Total surplus for the year		291	105

The accompanying notes form part of these financial statements.

Big Brothers Big Sisters Australia Foundation

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015

	Note	2015 \$	2014 \$
CURRENT ASSETS			
Cash and cash equivalents	7	15,811	35,015
Receivable		-	5
TOTAL CURRENT ASSETS		15,811	35,020
TOTAL ASSETS		15,811	35,020
CURRENT LIABILITIES			
Payables		-	-
TOTAL CURRENT LIABILITIES		-	-
TOTAL LIABILITIES		-	-
NET ASSETS		15,811	35,020
TRUST FUNDS			
Retained surplus	8	15,811	35,020
TOTAL TRUST FUNDS		15,811	35,020

The accompanying notes form part of these financial statements.

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STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
Cash flows from operating activities			
Cash receipts from customers		5	-
Cash paid to suppliers and employees		(265)	(5,033)
Cash distributed to the Trustee		(19,500)	-
Interest received		556	133
<i>Net cash from operating activities</i>	9	<u>(19,204)</u>	<u>(4,900)</u>
Net decrease in cash and cash equivalents		(19,204)	(4,900)
Cash at beginning of financial year		<u>35,015</u>	<u>39,915</u>
Cash at end of financial year	7	<u>15,811</u>	<u>35,015</u>

The accompanying notes form part of these financial statements.

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STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2015

	Retained surplus
	\$
Balance at 1 July 2013	34,915
Total surplus for the year	105
Balance at 30 June 2014	<u>35,020</u>
Balance at 1 July 2014	35,020
Total surplus for the year	291
Distribution to the Trustee	<u>(19,500)</u>
Balance at 30 June 2015	<u>15,811</u>

The accompanying notes form part of these financial statements.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1 Reporting Entity

Big Brothers Big Sisters Australia Foundation ("the Trust") was created by a Deed of Trust on 4 July 2002 for the purpose of applying the income of the foundation towards providing relief for persons in necessitous circumstances. The Trustee of the Trust is Big Brothers Big Sisters Australia Limited (the Trustee).

In the opinion of the Trustee's, the Trust is not publicly accountable nor a reporting entity. The financial report of the Trust has been drawn up as a special purpose financial report for distribution to the members and for the purpose of fulfilling the requirements of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC) and the requirements under the Trust Deed and the Public Ancillary Fund Guidelines 2011. The Trust is domiciled in Australia.

NOTE 2 Basis of preparation

(a) Statement of compliance

The special purpose financial report has been prepared in accordance with the requirements of the ACNC, and the recognition and measurement aspects of all applicable Australian Accounting Standards ("AASBs") adopted by the Australian Accounting Standards Board ("AASB") which have a material effect.

The financial report does not include the disclosure requirements of all AASBs except for the following minimum requirements:

AASB 101	<i>Presentation of Financial Statements</i>
AASB 107	<i>Statement of Cash Flows</i>
AASB 108	<i>Accounting Policies, Changes in Accounting Estimates and Errors</i>
AASB 1031	<i>Materiality</i>
AASB 1048	<i>Interpretation and Application of Standards</i>
AASB 1054	<i>Australian Additional Disclosures.</i>

The financial statements do not comply with International Financial Reporting Standards (IFRS) adopted by the International Accounting Standards Board (IASB).

The financial report was authorised for issue by the trustee of the Trust on 16 October 2015.

(b) Basis of measurement

The financial report is prepared on the basis of historical cost.

(c) Functional and presentation currency

These financial statements are presented in Australian dollars, which is the Trust's functional currency.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

NOTE 3 Significant accounting policies

(a) Revenue

Donations are recognised when the Trust is presently entitled to receive them and they are unconditional. Interest revenue is recognised as it accrues using the effective interest method.

(b) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank.

(c) Payables

Trade and other payables represent liabilities for goods and services provided to the Trust prior to the end of the financial year that are unpaid. Trade and other payables are stated at cost.

(d) Receivables

Receivables are stated at their cost less impairment losses.

NOTE 4 New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2015, and have not been applied in preparing these financial statements. None of these is expected to have a significant effect on the financial statements of the Trust.

	2015 \$	2014 \$
NOTE 5 Revenue		
Interest received	556	133
	556	133

	2015 \$	2014 \$
NOTE 6 Expenses		
Bank charges	256	28
	256	28

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	2015 \$	2014 \$
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NOTE 7 Cash and cash equivalents

Cash and cash equivalents	15,811	35,015
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	2015 \$	2014 \$
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NOTE 8 Receivables/(payables)

Amounts due from related parties	-	5
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	2015 \$	2014 \$
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NOTE 9 Retained surplus

Balance at the beginning of the financial year	35,020	34,915
Total surplus for the year	291	105
Distribution to the Trustee	(19,500)	-
Balance at the end of the financial year	15,811	35,020

NOTE 10 Reconciliation of cash flows from operating activities

(a) Reconciliation of cash

For the purposes of the Statement of Cash Flows, cash includes cash on hand and at bank. Cash as at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the statement of financial position as follows:

	2015 \$	2014 \$
Cash and cash equivalents	15,811	35,015

(b) Reconciliation of cash flows from operating activities

	2015 \$	2014 \$
Cash flows from operating activities		
Total surplus for the year before changes in working capital	291	105
Increase in trade and other receivables	5	(5)

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(Decrease)/increase in trade and other payables	-	(5,000)
Distributions to the Trustee	(19,500)	-
Net cash from operating activities	(19,204)	(4,900)

NOTE 11 Subsequent events

There have been no events subsequent to balance date which would have a material effect on the Trust's financial report at 30 June 2015.

NOTE 12 Trustee

The trustee of the Foundation is Big Brothers Big Sisters Australia Limited.

NOTE 13 Auditors' remuneration

The auditors of the Trust are KPMG who provide their services at no cost to the Trust.

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TRUSTEES' DECLARATION

In the opinion of the trustees of Big Brothers Big Sisters Australia Foundation ("the Trust"):

- (a) the Trust is not a reporting entity;
- (b) the financial statements and notes, set out on pages 1 to 9, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:
 - (i) giving a true and fair view of the financial position of the Trust as at 30 June 2015 and of its performance for the financial year ended on that date in accordance with the basis of preparation described in Notes 1 to 3; and
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) to the extent described in Note 2, and the *Australian Charities and Not-for-profits Commission Act 2012*; and
- (c) there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of trustees.



Trustee

Dated this 16 October 2015



Independent audit report to the members of Big Brothers Big Sisters Australia Foundation

Report on the financial report

We have audited the accompanying financial report, being a special purpose financial report, of Big Brothers Big Sisters Australia Foundation (the Trust), which comprises the statement of financial position as at 30 June 2015, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes 1 to 13 comprising a summary of significant accounting policies and other explanatory information, and the trustees' declaration.

This audit report has also been prepared for the members of the Trust in pursuant to *Australian Charities and Not-for-profits Commission Act 2012* (ACNC), the *Big Brothers Big Sisters Australia Foundation Trust Deed* and the *Public Ancillary Fund Guidelines 2011*.

Trustees' responsibility for the financial report

The trustees of the Trust are responsible for the preparation of the special purpose financial report that gives a true and fair view in accordance with the ACNC and have determined that the basis of preparation described in Notes 1 to 3 to the financial statements is appropriate to meet the requirements of the ACNC and is appropriate to meet the needs of the members. The trustee's responsibility also includes such internal control as the trustees determine necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. 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 report is free from material misstatement.

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

We performed the procedures to assess whether in all material respects the financial report gives a true and fair view, in accordance with Australian Accounting Standards and the ACNC, a true and fair view which is consistent with our understanding of the Trust's financial position and of its performance.

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

Independence

In conducting our audit, we have complied with the independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Auditor's opinion

In our opinion the financial report of Big Brothers Big Sisters Australia Foundation is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* including:

- (a) giving a true and fair view of the Trust's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards to the extent described in Note 2 and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis of accounting

Without modifying our opinion, we draw attention to Note 2 to the financial statements, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the trustees' financial reporting responsibilities under the ACNC, the *Big Brothers Big Sisters Australia Foundation Trust Deed* and the *Public Ancillary Fund Guidelines 2011*. As a result, the financial report may not be suitable for another purpose.

Report on Compliance with the Public Ancillary Fund Guidelines 2011

We have performed an engagement pursuant to section 28 of the Public Ancillary Fund Guidelines 2011 to provide reasonable assurance in relation to Big Brother Big Sisters Australia Foundation's compliance with the Public Ancillary Fund Guidelines 2011 (the Guidelines) for the year ended 30 June 2015.

Trustees' responsibility for compliance with the Public Ancillary Fund Guidelines 2011

The trustees are responsible for complying with the requirements of the Guidelines. This responsibility includes establishing and maintaining internal control relevant to ensuring compliance with the Guidelines and preventing and detecting fraud or error.

Assurance practitioner's responsibility

Our responsibility is to express an opinion on the trustees' compliance with the requirements of the Guidelines. We conducted our reasonable assurance engagement in accordance with applicable Australian Standards on Assurance Engagements to provide reasonable assurance that the trustees have complied, in all material respects, with the requirements of the Guidelines for the year ended 30 June 2015.



Our procedures included obtaining an understanding of the requirements of the Guidelines and examination, on a test basis, of evidence supporting how the Trust has complied with the requirements of the Guidelines. These procedures have been undertaken to form a conclusion as to whether the Trust has complied, in all material respects, with the requirements of the Guidelines for the year ended 30 June 2015.

This report has been prepared for Big Brothers Big Sisters Australia Foundation for the purpose of meeting their requirements of the Trust Deed and the Guidelines. As a result we disclaim any assumption of responsibility to any person other than Big Brothers Big Sisters Australia Foundation, or for any purposes other than for which it was prepared.

Inherent limitations

Because of the inherent limitations of any evidence gathering procedures, it is possible that fraud, error or non compliance may occur and not be detected. A reasonable assurance engagement is not designed to detect all instances of non compliance with the Guidelines, as our audit tests have not been performed continuously throughout the period and the procedures performed in respect of compliance with the Guidelines are undertaken on a test basis.

Our Independence and Quality Control

In conducting our reasonable assurance, we have complied with the independence requirements of the Accounting Professional and Ethical Standards Board. In accordance with Auditing Standards (ASQC 1) *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements*, we maintain a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements

The reasonable assurance conclusion expressed in this report has been formed on the above basis.

Conclusion

In our opinion, Big Brothers Big Sisters Australia Foundation has complied, in all material respects, with the requirements of the Public Ancillary Fund Guidelines 2011 for the year ended 30 June 2015.

KPMG

KPMG

Rachel Milum

Rachel Milum

Partner

Melbourne

16 October 2015



Auditor's Independence Declaration under subdivision 60-C section 60-40 of Australian Charities and Not-for-profits Commission Act 2012

To: the trustees of Big Brothers Big Sisters Australia Foundation

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2015 there have been:

- (i) no contraventions of 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) no contraventions of any applicable code of professional conduct in relation to the audit.

KPMG

KPMG

Rachel Milum

Rachel Milum
Partner

Melbourne

16 October 2015