

**BIG BROTHERS – BIG SISTERS
AUSTRALIA FOUNDATION**

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2014

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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 2014

	Note	2014 \$	2013 \$
Revenues			
Interest	5	133	794
Donations		-	88
Total Revenue		133	882
Administration expenses	6	28	-
Total surplus for the year		105	882

The accompanying notes form part of these financial statements.

Big Brothers Big Sisters Australia Foundation

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2014

	Note	2014 \$	2013 \$
CURRENT ASSETS			
Cash and cash equivalents	7	35,015	39,915
Receivable	8	5	-
TOTAL CURRENT ASSETS		35,020	39,915
TOTAL ASSETS		35,020	39,915
CURRENT LIABILITIES			
Payables	8	-	5,000
TOTAL CURRENT LIABILITIES		-	5,000
TOTAL LIABILITIES		-	5,000
NET ASSETS		35,020	34,915
TRUST FUNDS			
Retained surplus	9	35,020	34,915
TOTAL TRUST FUNDS		35,020	34,915

The accompanying notes form part of these financial statements.

Big Brothers Big Sisters Australia Foundation

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2014

	Note	2014 \$	2013 \$
Cash flows from operating activities			
Cash receipts from customers		-	5,088
Cash paid to suppliers and employees		(5,033)	-
Interest received		133	794
<i>Net cash from operating activities</i>	10	<u>(4,900)</u>	<u>5,882</u>
Net (decrease) / increase in cash and cash equivalents		(4,900)	5,882
Cash at beginning of financial year		<u>39,915</u>	<u>34,033</u>
Cash at end of financial year	7	<u>35,015</u>	<u>39,915</u>

The accompanying notes form part of these financial statements.

Big Brothers Big Sisters Australia Foundation

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2014

	Retained surplus
	\$
Balance at 1 July 2012	34,033
Total surplus for the year	<u>882</u>
Balance at 30 June 2013	<u>34,915</u>
Balance at 1 July 2013	34,915
Total surplus for the year	<u>105</u>
Balance at 30 June 2014	<u>35,020</u>

The accompanying notes form part of these financial statements.

Big Brothers Big Sisters Australia Foundation

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

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Big Brothers Big Sisters Australia Foundation

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

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 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 13th October 2014.

(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.

Big Brothers Big Sisters Australia Foundation

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

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 2013, 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.

	2014 \$	2013 \$
NOTE 5 Revenue		
Donations	-	88
Interest received	133	794
	<u>133</u>	<u>882</u>

	2014 \$	2013 \$
NOTE 6 Expenses		
Bank charges	<u>28</u>	-

	2014 \$	2013 \$
NOTE 7 Cash and cash equivalents		
Cash and cash equivalents	<u>35,015</u>	<u>39,915</u>

Big Brothers Big Sisters Australia Foundation

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

	2014 \$	2013 \$
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NOTE 8 Receivables/(payables)

Amounts due to related parties	5	(5,000)
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	2014 \$	2013 \$
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NOTE 9 Retained surplus

Balance at the beginning of the financial year	34,915	34,033
Total surplus for the year	105	882
Balance at the end of the financial year	35,020	34,915

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:

	2014 \$	2013 \$
Cash and cash equivalents	35,015	39,915

(b) Reconciliation of cash flows from operating activities

	2014 \$	2013 \$
Cash flows from operating activities		
Total surplus for the year before changes in working capital	105	882
Increase in trade and other receivables	(5)	-
(Decrease)/increase in trade and other payables	(5,000)	5,000
Net cash from operating activities	(4,900)	5,882

Big Brothers Big Sisters Australia Foundation

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 2014 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 TIMOTHY COX



SHERILYN HANSON

Dated this 13th day of October 2014

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 2014, 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 Brother 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 2014 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 2014.

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 2014.

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 2014.

This report has been prepared for Big Brothers Big Sisters Australia Foundation for the purpose of meeting their requirements of Foundation 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.

The audit 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 2014.



KPMG



Rachel Milum
Partner

Melbourne

13 October 2014



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 Foundation

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2014 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

13 October 2014