

Financial Statements

Mumbulla Community Foundation

ABN 75 094 731 601

For the year ended 30 June 2023

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Directors' Report

Mumbulla Community Foundation For the year ended 30 June 2023

Your directors present this report on the company for the financial year ended 30 June 2023

Directors:

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

Name of Director	Occupation	Date of Appointment / (Date of Resignation)
Michael Pryke	Retired	10 October 2017
Ian Battersby	Retired	7 December 2018
Cayce Hill	Company Founder	7 December 2018 (Resigned 12 January 2023)
Lynne Koerbin	Senior Manager	10 August 2019
Leanne Atkinson	Consultant	1 January 2021
Frank Muller	Independent Director	8 November 2021
Richard Northman	Owner, Frogs Hollow Brewery	18 November 2021 (Resigned 7 November 2022)
Martin Booth	Retired	25 January 2023
James Dangers	Audit & Compliance Manager	25 January 2023
Kaley Morrisey	Disaster Resilience Officer	25 January 2023

Principal activities

The principal activity of the Company in the course of the financial year was to provide grants to community-based projects in the Bega Valley Shire region of New South Wales.

Objectives and strategies of the company

The short and long term objectives of the Company are to continue to provide the provision of grants to community based projects in the Bega Valley Shire region of New South Wales.

Measurement of performance

The Company assesses its performance in terms of its achievement of strategic and financial objectives with reference to:

- the ability to generate cash flow from fundraising activities;
- the ability to provide grants to community-based projects;
- the stability of the balance sheet with respect to the Company's liquidity.

Review of operations

The Board of Directors are satisfied with the Company's financial result for the year ended 30 June 2023 and will continue to ensure that distributions of public funds are made in accordance to Public Ancillary Fund requirements.

Significant changes in state of affairs

In the opinion of directors, the results were not substantially affected by any item, transaction or event of a material or unusual nature, not disclosed in the accompanying financial statements.

Matters subsequent to the end of the financial year

In the opinion of the directors there is no matter or circumstance, other than those referred to in the financial report which has arisen since 30 June 2023, that has significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in the financial years subsequent to 30 June 2023.

Likely development and expected results of operation

The directors expect to improve the company's profitability in order to continue providing grants for community-based projects through focused fund raising efforts, targeting long term donors.

Members guarantee

As a Company limited by guarantee, every member of the Company undertakes to contribute an amount not exceeding \$100.00 in the event of the Company being wound up. Such contribution will only be required in the event that assets of the Company are insufficient to meet the payments of debts and liabilities of the Company at the time of winding up, including the costs, charges and expenses of the winding up. The amount will be payable by all existing members at the time of winding up and those members ceasing membership one year prior to that date.

Director's benefits

Since 30 June 2023, no director of the company has received or has become entitled to receive, a benefit, other than a benefit included in the aggregate amount of emoluments received or due and receivable by directors shown in the accounts, or the fixed salary of a full-time employee of the company or a related corporation, by reason of a contract made by the company or a related corporation with the director or with a firm of which he/she is a member, or with a company in which he/she has a substantial financial interest.

Statement of Profit and Loss and Other Comprehensive Income

Mumbulla Community Foundation For the year ended 30 June 2023

	NOTES	2023	2022
Operating Income			
Grants Received		6,570	40,000
Annual Contribution from BVSC		32,500	32,500
BSBR Grant		80,000	-
Global Giving Grant		2,195	69,911
Interest Received		1,055	35
Membership Fees		20	-
Miscellaneous Income		1,301	-
Total Operating Income		123,641	142,445
Fundraising Income			
Donations Received		29,286	13,913
Total Fundraising Income		29,286	13,913
Total Income		152,926	156,359
Operating Expenses			
Accounting Fees		957	172
Advertising		3,201	3,052
Auditor Review Fees		1,815	2,030
Bank Fees		1	23
FRRR Back to School Vouchers		4,000	2,950
General Insurance		-	2,821
Grants - General - BVSC		41,215	22,712
Grants - Schools		1,100	-
Printing		-	311
Scholarships		10,250	28,000
School Books		-	1,000
Service Fees		-	77
Stationery		-	605
Subscriptions		2,356	1,647
Travel Expenses		999	-
Website		2,415	415
Capacity Building - Contractor		25,877	10,491
FRR/B&A Bank Project Contractor		420	1,929
Capacity Building - Consultant		-	17,247
FRRR/B&A Bank Project Grants		-	16,000
Payrix Fees		15	-
Community Consultation		4,545	-
Capacity Building Expenses		-	467
Promotion		50	-

	NOTES	2023	2022
GG - Grants		16,234	-
GG Grant - Contractor Fees		751	-
Re-imburement of expenses		-	453
Global Giving Fund 2021 Grants		-	27,641
BSBR Funded Grants		69,439	-
Grants - Trust Account		3,160	-
Total Operating Expenses		191,049	140,043
Total Expenses		191,049	140,043
Operating Surplus / (Deficit) for the Year		(35,875)	16,316

Balance Sheet

Mumbulla Community Foundation As at 30 June 2023

	NOTES	30 JUN 2023	30 JUN 2022
Assets			
Current Assets			
Cash & Cash Equivalents	3	198,745	116,518
GST Receivable		197	2,219
Total Current Assets		198,942	118,737
Total Assets		198,942	118,737
Liabilities			
Current Liabilities			
Sundry Creditors		8,000	-
Income in Advance		108,080	-
Accrued Expenses		1,997	1,997
Total Current Liabilities		118,076	1,997
Total Liabilities		118,076	1,997
Net Assets		80,866	116,741
Equity			
Retained Earnings		(30)	35,844
Foundation Equity		80,896	80,896
Total Equity		80,866	116,741

Statement of Changes in Equity

Mumbulla Community Foundation

For the year ended 30 June 2023

	2023	2022
Equity		
Opening Balance	116,741	100,425
Operating Surplus / (Deficit) for the year	(35,875)	16,316
Total Equity	80,866	116,741

Statement of Cash Flows

Mumbulla Community Foundation For the year ended 30 June 2023

	NOTES	2023	2022
Cash flows from Operating Activities			
Receipts from grants and other income		268,199	128,683
Payments to suppliers and employees		(187,027)	(114,242)
Interest received		1,055	35
Total Cash flows from Operating Activities		82,227	14,476
Net cash (outflow) / inflow from operating activities			
		82,227	14,476
Cash Balances			
Opening cash balance		116,518	102,042
Closing cash balance	3	198,745	116,518
Movement in cash		82,227	14,476

Notes to the Financial Statements

Mumbulla Community Foundation For the year ended 30 June 2023

1. Background Information

The Company was incorporated on 11 October 2000 (# 094 731 601) under the *NSW Companies Act 1961*, NSW. The Company was registered for Goods and Services Tax (GST) purposes until 31 October 2022. The company holds an authority to fundraise for charitable purposes under the *Charitable Fundraising Act 1991* (#CFN17920). This authority remains in force until 1 July 2028.

2. Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012*.

The Company has adopted AASB 1060 General Purpose Financial Statements - Simplified Disclosure for the first time in these statements. Previously the Company prepared statements in accordance with Australian Accounting Standards - Reduced Disclosure Requirements. The change has no impact on the recognition and measurement of amounts in the financial statements. Some disclosures have been added or amended in line with the requirements of AASB 1060.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

Revenue Recognition

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services. Generally, the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

Grants

Grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Amounts arising from grants in the scope of AASB 1058 are recognised at the assets fair value when the asset is received. The company considers whether there are any related liability or equity items associated with the asset which are recognised in accordance with the relevant accounting standard. Once the assets and liabilities have been recognised then income is recognised for any remaining asset value at the time that the asset is received.

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

Income Tax

The Company is exempt from income tax under section 50 of the *Income Tax Assessment Act, 1997* (Cth).

Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

Financial Instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the Company becomes party to the contractual provisions of the instrument. On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Impairment of financial assets

At the end of the reporting period the Company assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

	2023	2022
3. Cash & Cash Equivalents		
Bank Accounts		
Mumbulla Foundation Trust Account - BB	51,819	-
Mumbulla Community Foundation Operating Account - BB	99,546	1,970
Mumbulla Community Foundation Projects - BB	43,883	10,109
Mumbulla Community Foundation General Account - CBA	1,768	74,612
Mumbulla Foundation Trust Account - CBA	1,729	29,827
Total Bank Accounts	198,745	116,518
Total Cash & Cash Equivalents	198,745	116,518

4. Company Structure and Share Capital

- (a) Mumbulla Foundation is a Company limited by guarantee and as such has no share capital.
- (b) As a Company limited by guarantee, every member of the Company undertakes to contribute an amount not exceeding \$100.00 on the event of the Company being wound up. Such contribution will only be required in the event that assets of the Company are insufficient to meet the payments of debts and liabilities of the Company at the time of winding up, including the costs, charges and expenses of the winding up. The amount will be payable by all existing members at the time of winding up and those members ceasing membership one year prior to that date.

5. Contingencies

The company had contingent liabilities at 30 June 2023 in respect of:

(i) *Public Ancillary Fund Donations*

The Mumbulla Foundation Trust is recognised by the Australian Taxation Office as a Public Ancillary Fund. The Mumbulla Foundation Trust is required to make a minimum annual distribution in accordance with the operation of a Public Ancillary Fund. As a public ancillary fund the minimal annual distribution for the period 1 July 2022 to 30 June 2023 is 4% of the market value of the trust account assets held as at 30 June 2022. Trust account balances included in cash and cash equivalents were \$29,827 as at 30 June 2022 which meant a minimum distribution of \$1,193 was required to be paid in the 30 June 2023 financial year. \$3,160 was paid to Type One Deductible Gift Recipient entity in June 2023. Trust account balances included in cash equivalents as at 30 June 2023 were \$53,548 which means a minimum distribution of \$2,145 will be required to be paid in the 30 June 2024 financial year

6. Related Party Transactions

Directors:

The names of person who were directors of the company at any time during the year are as follows:

Michael Pryke	Ian Battersby	Cayce Hill	Lynne Koerbin
Leanne Atkinson	Frank Muller	Helen O'Neill	Richard Northman
Martin Booth	James Dangers	Kaley Morrissey	

Directors Remuneration

The directors did not receive any remuneration from the Company during the year other than reimbursement of out-of-pocket expenses that have been fully substantiated.

Transactions with directors and director related entities

There were no transactions with directors, other than those at normal commercial terms and conditions, and other benefits approved by the members at the annual general meeting.

Other transactions with related parties:

There were no other transactions with related parties.

7. Registered Office / Principal Place of Business

The company's registered office is 163 Auckland Street Bega NSW 2550.



Auditor's Independence Declaration to the members of the Mumbulla Foundation

As auditor of the Mumbulla Foundation for the year ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been:

- (a) 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 review; and
- (b) No contraventions of any applicable code of professional conduct in relation to the review.

KOTHES
Chartered Accountants

A handwritten signature in black ink, appearing to read 'Simon Byrne', is written over a light blue horizontal line.

SIMON BYRNE
Partner
Registered Company Auditor #153624

MERIMBULA
7 September 2023



Independent Auditor's Review Report to the members of the Mumbulla Foundation (Non-Reporting)

Report on the Financial Report

We have reviewed the accompanying financial report of the Mumbulla Foundation, which comprises the balance sheet as at 30 June 2023, the statement of profit and loss and other comprehensive income, statement of changes in equity and statement of cash flows for the financial year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors' determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2415 *Review of a Financial Report: Company Limited by Guarantee*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* including: giving a true and fair view of the company's financial position as at 30 June 2023 and its performance for the year ended on that date; and complying with the Australian Accounting Standards - Simplified Disclosure Requirements. ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report. A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



CHARTERED ACCOUNTANTS
AUSTRALIA + NEW ZEALAND

Liability limited by a scheme
approved under Professional
Standards Legislation

DIRECTORS

Simon Byrne
Fiona Dunham
Ben Marshman
Gary Pearce
Kevin Philistin
Gary Skelton

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Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001* and the *Australian Charities and Not-for-profits Commission Act 2012*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the financial report of Mumbulla Foundation is not in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2023 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards - Simplified Disclosure Requirements.

We also report that:

- (i) the financial statements show a true and fair view of the financial result of fundraising appeals conducted during the year;
- (ii) the accounting and associated records have been properly kept during the year in accordance with the *Charitable Fundraising Act 1991* (NSW) and regulations (as amended);
- (iii) money received as a result of fundraising appeals conducted during the year has been properly accounted for and applied in accordance with the *Charitable Fundraising Act 1991* (NSW), and regulations (as amended); and
- (iv) at the date of this report, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

KOTHES

Chartered Accountants



SIMON BYRNE
Partner
Registered Company Auditor #153624

MERIMBULA
7 September 2023