

BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND AUSTRALIA LTD

ABN 76 803 488 074

ANNUAL REPORT

FOR THE YEAR ENDED 30 JUNE 2019

BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND AUSTRALIA LTD
ABN 76 803 488 074
BOARD MEMBER'S REPORT

The members of the Board submit the financial report of Bright Futures Child Aid & Development Fund Australia Ltd for the financial year ended 30 June 2019.

BOARD MEMBERS

The names of the Board members in office at any time during or since the end of the financial period are:

Sarah Spiker	Chairperson
Jonathan Lee Haakmeester	Treasurer
Lynton Stacey	
Roger Bryson	
Donald Van Cooten	
Carl Ginger	
Fred Chilton	
Philip Good	

Members of the Board have been in office since the start of the financial period unless otherwise stated.

PRINCIPAL ACTIVITIES

The principal activity of Bright Futures Child Aid & Development Fund Australia Ltd in the course of the year was providing education and development opportunities for children and communities in poverty.

DIVIDENDS

The company is limited by guarantee and does not pay dividends.

REVIEW OF OPERATIONS

The net result of operations attributable to the company's activities was a surplus of \$53,132 (2018: loss of \$30,330).

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

No matters or circumstances have arisen since the end of the period which significantly affected or may significantly affect the operations of Bright Futures Child Aid & Development Fund Australia Ltd, the results of those operations, or the state of affairs of the company in future financial years.

MATTERS SUBSEQUENT TO THE END OF THE PERIOD

As at the date of this report, the members of the Board are not aware of any matter of circumstance that has arisen 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 2019.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 60-40 of the ACNC Act 2012 is attached to this report.

This report is made and signed in accordance with a resolution of the Members of the Board.



S Spiker
Chairperson

Dated this 19th day of December 2019.

DECLARATION OF INDEPENDENCE
BY PAUL GOSNOLD
TO THE DIRECTORS OF BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND
AUSTRALIA LIMITED

As lead auditor of Bright Futures Child Aid & Development Fund Australia Limited for the year ended 30 June 2019, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of section 60-40 of the *Australian Charities and Not-for-profit Commission Act 2012* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.



Paul Gosnold
Director

BDO Audit (SA) Pty Ltd

Adelaide, 19 December 2019

BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND AUSTRALIA LTD
 ABN 76 803 488 074

INCOME STATEMENT
 FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
Income			
Merchandise		15,667	10,224
Donations		296,489	275,136
Interest received		206	171
		<u>312,363</u>	<u>285,531</u>
Expenditure			
Bank/Merchant Fees		2,507	1,955
Computer Expenses		90	90
Depreciation		1,611	-
Electricity		406	370
FBT Expense		-	11,930
Insurance		2,261	1,935
Legal & Accounting		1,845	1,845
Merchandise purchases		-	8,056
Office Expenses		-	41
Postage, Printing & Stationery		3,449	1,969
Program Funding		172,608	228,754
Program Monitoring		1,979	802
Program Support - Contractors		11,053	13,972
Promotional Expenses		288	-
Shop Expenses		-	5,108
Subscriptions		5,197	4,936
Superannuation		2,421	2,073
Telephone & Internet		1,624	1,595
Wages & Salaries		31,913	25,020
Rent/Utilities		13,058	5,410
Other expenses		6,921	-
		<u>259,231</u>	<u>315,861</u>
Operating Surplus/(Loss)		<u>53,132</u>	<u>(30,330)</u>

The above Income Statement should be read in conjunction with the accompanying notes.

BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND AUSTRALIA LTD
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STATEMENT OF FINANCIAL POSITION
 AS AT 30 JUNE 2019

	Note	2019 \$	2018 \$
ASSETS			
Current assets			
Cash and cash equivalents	4	112,997	57,426
Other debtors		3,340	8,509
Total current assets		<u>116,337</u>	<u>65,935</u>
Non-current assets			
Property, Plant & Equipment	2	537	2,148
Total non-current assets		<u>537</u>	<u>2,148</u>
TOTAL ASSETS		<u>116,874</u>	<u>68,083</u>
LIABILITIES			
Current liabilities			
Other creditors	3	16,203	20,544
Total current liabilities		<u>16,203</u>	<u>20,544</u>
TOTAL LIABILITIES		<u>16,203</u>	<u>20,544</u>
NET ASSETS		<u>100,671</u>	<u>47,539</u>
EQUITY			
Retained earnings		100,671	47,539
Total equity		<u>100,671</u>	<u>47,539</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND AUSTRALIA LTD
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STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
Cash flows from operating activities			
Cash receipts from customers (inc GST)		317,325.64	291,059
Interest received		206	171
Cash paid to suppliers and employees (inc GST)		(261,961)	(302,472)
Net cash inflow/(outflow) from operating activities	5	<u>55,571</u>	<u>(11,242)</u>
Cash flows from investing activities			
Purchase of property, plant and equipment		-	(2,148)
Net cash inflow/(outflow) from investing activities		<u>-</u>	<u>(2,148)</u>
Cash flows from financing activities			
Related party loan		-	-
Net cash inflow/(outflow) from financing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		55,571	(13,390)
Cash and cash equivalents at beginning of period		57,426	70,816
Cash and cash equivalents at end of period	4	<u>112,997</u>	<u>57,426</u>

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND AUSTRALIA LTD
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019

	Retained Earnings \$	Total Equity \$
Balance at 30 June 2017	77,869	77,869
Profit for the year	(30,330)	(30,330)
Other comprehensive income	-	-
Balance at 30 June 2018	47,539	47,539
Profit for the period	53,132	53,132
Other comprehensive income	-	-
Balance at 30 June 2019	100,671	100,671

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND AUSTRALIA LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial report preparation requirements of the ACNC Act 2012. The directors have determined that the company is not a reporting entity. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Bright Futures Child Aid & Development Fund Australia Ltd is a company limited by guarantee and not-for-profit entity which operates within the structure of its Constitution.

The report has been prepared in accordance with the requirements of the ACNC Act 2012, the recognition and measurement requirements of Australian Accounting Standards, and the following Australian Accounting Standards that have been adopted:

AASB 101 Presentation of Financial Statements;
AASB 107 Statement of Cash Flows;
AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors;
AASB 110 Events after the Reporting Period;
AASB 1048 Interpretation of Standards; and
AASB 1054 Australian Additional Disclosures.

No other specific Accounting Standard or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial statements have been prepared on an accrual basis, are in accordance with the historical cost convention, and do not take into account changing monetary values or, except where specifically stated, current valuations of non-current assets. The accounting policies have been consistently applied, unless otherwise stated.

(b) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and deposits held at call with banks.

(c) Income Taxes

The company is exempt from income tax.

(d) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets is the rate inherent in the instrument.

All revenue is stated net of the amount of goods and services tax (GST).

BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND AUSTRALIA LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Property, Plant and Equipment

Property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

Depreciation

The depreciable amount of all fixed assets, is depreciated on a diminishing value basis over their useful lives commencing from the time the asset is held ready for use. The depreciate rates used for each class of depreciable asset are:

Office Furniture and Equipment	37.50%
Store Fitout	75.00%

Store fit out to be depreciated over lease term from 1 July 2018 to 31 August 2019.

NOTE 2 PROPERTY, PLANT AND EQUIPMENT

	2019	2018
	\$	\$
Office furniture and equipment	7,337	7,337
Less accumulated depreciation	(7,337)	(7,337)
	<u>-</u>	<u>-</u>
Shop fitout	2,149	2,148
Less accumulated depreciation	(1,611)	-
	<u>537</u>	<u>2,148</u>
	<u>537</u>	<u>2,148</u>

NOTE 3 OTHER CREDITORS

Wages and on-costs payable	1,782	2,499
FBT Liability	6,233	11,930
Other creditors/Employee benefits	8,189	6,115
	<u>16,203</u>	<u>20,544</u>

NOTE 4 CASH AND CASH EQUIVALENTS

Westpac - Community Solutions Account	8,185	6,752
Westpac - Community Cheque Account	3,564	1,071
Westpac - Community Cash Reserve	101,247	49,603
	<u>112,997</u>	<u>57,426</u>

Reconciliation of Cash

The above figures are reconciled to the cash at the end of the period as shown in the statement of cash flows as follows:

Balances as above	112,997	57,426
Balance per statement of cash flows	<u>112,997</u>	<u>57,426</u>

BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND AUSTRALIA LTD
ABN 76 803 488 074

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
NOTE 5 CASH FLOW INFORMATION		
Reconciliation of surplus/(loss) after income tax to net cash flow from operating activities		
Surplus/(loss) for the period	53,132	(30,330)
Add depreciation expense	1,611	-
Change in assets and liabilities		
(Increase)/Decrease in other receivables	5,169	5,699
Increase/(Decrease) in other creditors	(4,342)	13,389
Net cash flow from operating activities	<u>55,571</u>	<u>(11,242)</u>

NOTE 6 EVENTS AFTER THE REPORTING PERIOD

No events have occurred since 30 June 2019 that will affect the information disclosed in these financial statements.

NOTE 7 COMPANY DETAILS

The registered office and principal place of business of the company is:
Bright Futures Child Aid and Development Fund Australia Ltd
Shop 27, Da Costa Arcade, 68 Grenfell Street
ADELAIDE SA 5000

BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND AUSTRALIA LTD
ABN 76 803 488 074
STATEMENT BY BOARD MEMBERS

The members of the Board have determined that the company is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

In the opinion of the Board members:

- 1) The financial statements and notes, as set out on pages 3 to 9 are in accordance with the ACNC Act 2012 and:
 - (a) comply with Australian Accounting Standards as described in Note 1 to the financial statements and the ACNC Regulations 2013; and
 - (b) give a true and fair view of the company's financial position as at 30 June 2019 and of its performance for the period ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
- 2) As at the date of this report, there are reasonable grounds to believe that Bright Futures Child Aid & Development Fund Australia Ltd. will be able to pay its debts as and when they become due and payable.

This statement is made in accordance with a resolution of the Board and is signed for and on behalf of the Board by:



S Spiker

(Chairperson)

Dated this 19 day of December 2019



P Madden

(Executive Officer)

Dated this 19 day of December 2019

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRIGHT FUTURES CHILD AID & DEVELOPMENT FUND AUSTRALIA LTD

Report on the Audit of the Financial Report

Qualified opinion

We have audited the financial report of Bright Futures Child Aid & Development Fund Australia Ltd (the Entity), which comprises the statement of financial position as at 30 June 2019, the income statement, statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the statement by board members.

In our opinion the accompanying financial report of the Entity, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) Giving a true and fair view of the registered entity's financial position as at 30 June 2019 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for qualified opinion

Donations are a significant source of income for the Entity. The Entity has determined that it is impractical to establish control over this income prior to entry into its financial records. Accordingly, as the evidence available to us regarding income from these sources was limited, our audit procedures with respect to donations had to be restricted to the amounts recorded in the financial records amounting to \$296,489. We therefore are unable to express an opinion on whether donations the entity recorded are complete.

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* section of our report. We are independent of the registered entity in accordance with the *Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act)* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report 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 qualified opinion.

Emphasis of matter - Basis of accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the registered entity's financial reporting responsibilities under the *ACNC Act*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.



Responsibilities of responsible entities' for the Financial Report

The responsible entities of the registered entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *ACNC Act*. The responsible entities' responsibility also includes such internal control as the responsible entities 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.

In preparing the financial report, the responsible entities are responsible for assessing the registered entity's ability 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 registered entity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

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 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

A handwritten signature in blue ink that reads 'BDO'.

BDO Audit (SA) Pty Ltd

A handwritten signature in blue ink that reads 'Paul Gosnold'.

Paul Gosnold
Director

Adelaide, 20 December 2019