

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

For the Year Ended 30 June 2010

**Royal Botanic Gardens Sydney
Foundation**

A.B.N. 65 037438 220

Financial Statements

For the Year Ended 30 June 2010

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Royal Botanic Gardens Sydney Foundation

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Statement of Comprehensive Income

For the Year Ended 30 June 2010

	2010	2009
	\$	\$
Donations and other revenue	926,378	1,509,762
Project costs	(736,175)	(1,748,674)
Employee benefits expense	(130,000)	(94,350)
Depreciation and amortisation	(330)	(100)
Audit and accountancy fees	(4,307)	(4,505)
Other expenses	(23,757)	(22,901)
Profit for the year	31,809	(361,768)
Other comprehensive income:		
Other comprehensive income for the year, net of tax	-	-
Total comprehensive income for the year	31,809	(361,768)

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Balance Sheet

30 June 2010

	2010	2009
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	1,589,901	2,503,897
Trade and other receivables	52,622	19,020
Financial assets	1,409,756	497,223
TOTAL CURRENT ASSETS	3,052,279	3,020,140
NON-CURRENT ASSETS		
Property, plant and equipment	329	659
TOTAL NON-CURRENT ASSETS	329	659
TOTAL ASSETS	3,052,608	3,020,799
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	3,630	3,630
TOTAL CURRENT LIABILITIES	3,630	3,630
TOTAL LIABILITIES	3,630	3,630
NET ASSETS	3,048,978	3,017,169
EQUITY		
Retained surplus	3,048,978	3,017,169
TOTAL EQUITY	3,048,978	3,017,169

The accompanying notes form part of these financial statements.

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Statement of Cash Flows

For the Year Ended 30 June 2010

	2010	2009
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from donations and project income	732,158	1,510,732
Interest and investment income received	93,562	149,558
Donation to Trust	(736,526)	(1,750,025)
Payments to suppliers and employees	(173,192)	(144,872)
Net cash used in operating activities	<u>(83,998)</u>	<u>(234,607)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investment	-	87,912
Purchase of property, plant and equipment	-	(759)
Payments for term deposits	(680,000)	-
Payments for investments	<u>(149,998)</u>	<u>-</u>
Net cash (used in) provided by investing activities	<u>(829,998)</u>	<u>87,153</u>
Net decrease in cash held	(913,996)	(147,454)
Cash and cash equivalents at beginning of financial year	2,503,897	2,651,351
Cash and cash equivalents at end of financial year	<u>1,589,901</u>	<u>2,503,897</u>

Note

2010

\$

2009

\$

8

(83,998)

(234,607)

2

1,589,901

2,503,897

The accompanying notes form part of these financial statements.

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Royal Botanic Gardens Sydney Foundation

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Notes to the Financial Statements

For the Year Ended 30 June 2010

1 Summary of Significant Accounting Policies

(a) General Information

Royal Botanic Gardens Sydney Foundation is a charitable trust established under a Trust Deed dated 9 August 1993 (as amended) and domiciled in Australia.

(b) Basis of preparation

The Councilors have prepared the financial statements of the Foundation on the basis that the Foundation is a non-reporting entity because there are no users dependent on general purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the requirements of the Trust Deed dated 9 August 1993 (as amended) to prepare a financial report.

The financial report has been prepared in accordance with the significant accounting policies disclosed below which the Councilors have determined are appropriate to meet the purposes of preparation. Such accounting policies are consistent with the previous period unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in notes. The accounting policies that have been adopted in the preparation of this report are as follows:

(c) Property, plant and equipment

Property, plant and equipment are included at cost, or at valuation. All assets, excluding freehold land and buildings held for investment are depreciated over their useful lives to the Foundation.

Depreciation

The depreciable amount of all fixed assets, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to Foundation commencing from the time the asset is held ready for use.

(d) Financial Assets

The Foundation classifies its financial assets as financial assets at fair value through profit or loss and loans and receivables. Financial assets at fair value through profit and loss are subsequently carried at fair value. Gains or losses arising from changes in fair value of these assets are presented in the income statement in the period in which they arise.

(e) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities in the balance sheet.

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Royal Botanic Gardens Sydney Foundation

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Notes to the Financial Statements

For the Year Ended 30 June 2010

1 Summary of Significant Accounting Policies continued

(f) Trade payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Foundation during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(g) Income Tax

The trust, a charitable fund, is endorsed for income tax exemption.

(h) Revenue and Other Income

Revenue for donations and interest is measured at the fair value of the consideration received or receivable.

(i) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(j) Critical Accounting Estimates and Judgments

The Councilors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Foundation.

(k) Adoption of New and Revised Accounting Standards

During the current year the Foundation adopted all of the new and revised Australian Accounting Standards and Interpretations applicable to its operations which became mandatory.

The adoption of these standards has impacted the disclosure of certain transactions. The following is an explanation of the impact the adoption of these standards and Interpretations has had on the financial statements of Royal Botanic Gardens Sydney Foundation.

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Notes to the Financial Statements

For the Year Ended 30 June 2010

1 Summary of Significant Accounting Policies continued

(k) Adoption of New and Revised Accounting Standards continued

AASB 101: Presentation of Financial Statements

In September 2007 the Australian Accounting Standards Board revised AASB 101 and as a result, there have been changes to the presentation and disclosure of certain information within the financial statements. Below is an overview of the key changes and the impact on the Foundation's financial statements.

Disclosure impact

Terminology changes - The revised version of AASB 101 contains a number of terminology changes, including the amendment of the names of the primary financial statements.

Statement of comprehensive income - The revised AASB 101 requires all income and expenses to be presented in either one statement, the statement of comprehensive income, or two statements, a separate income statement and a statement of comprehensive income. The previous version of AASB 101 required only the presentation of a single income statement.

The Foundation's financial statements now contain a statement of comprehensive income.

Other comprehensive income - The revised version of AASB 101 introduces the concept of 'other comprehensive income' which comprises of income and expenses that are not recognised in profit or loss as required by other Australian Accounting Standards. Items of other comprehensive income are to be disclosed in the statement of comprehensive income. Entities are required to disclose the income tax relating to each component of other comprehensive income. The previous version of AASB 101 did not contain an equivalent concept.

(l) New Accounting Standards for Application in Future Periods

The AASB has issued new and amended accounting standards and Interpretations that have mandatory application dates for future reporting periods.

The Foundation does not anticipate early adoption of any of the new and amended accounting standards. The Councilors are of the opinion that these standards will not have a material impact on the financial statements when adopted.

Royal Botanic Gardens Sydney Foundation

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Notes to the Financial Statements
For the Year Ended 30 June 2010

	2010	2009
2 Cash and Cash Equivalents		
CBA bank bill	\$ 559,478	\$ 641,360
CBA - cash investment account	809,549	920,907
Short-term bank deposits	193,241	186,426
Cash at bank	27,633	855,204
	<u>1,589,901</u>	<u>2,503,897</u>
3 Trade and other receivables		
2010		2009
\$	\$	\$
CURRENT		
Distribution receivable	11,520	9,295
GST receivable	445	9,725
Interest receivable	28,723	-
Imputation credits receivable	11,934	-
	<u>52,622</u>	<u>19,020</u>
4 Financial Assets		
2010		2009
\$	\$	\$
Market Value		
Investments managed by Perpetual - RBGF	677,985	451,475
Investments managed by Perpetual - Slade	51,771	45,748
Term deposits	680,000	-
CBA Term Deposit Account	<u>1,409,756</u>	<u>497,223</u>
5 Property, plant and equipment		
2010		2009
\$	\$	\$
Office furniture & equipment	759	759
Less: Accumulated depreciation	(430)	(100)
Total office equipment	<u>329</u>	<u>659</u>
Total property, plant and equipment	<u>329</u>	<u>659</u>

Royal Botanic Gardens Sydney Foundation

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Notes to the Financial Statements
For the Year Ended 30 June 2010

	2010	2009
6 Trade and Other Payables		
CURRENT		
Trade and other payables	3,630	3,630
	<u>3,630</u>	<u>3,630</u>
7 Retained Surplus		
2010		2009
\$	\$	\$
Retained surplus at the beginning of the financial year	3,017,169	3,378,937
Net surplus (deficit) for the year	31,809	(361,768)
Retained surplus at end of the financial year	<u>3,048,978</u>	<u>3,017,169</u>
8 Cash Flow Information		
Reconciliation of Cash Flow from Operations with Profit after Income Tax		
2010		2009
\$	\$	\$
Net income/loss for the period	31,809	(361,768)
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
- Depreciation	330	100
- Net gain/(loss) on disposal of Investments	-	197
- Movement in net market values	(82,533)	136,359
Changes in assets and liabilities		
- (Increase)/decrease in trade and term receivables	(33,604)	(3,816)
- Increase/(decrease) in trade payables and accruals	-	(679)
	<u>(83,998)</u>	<u>(234,607)</u>

Royal Botanic Gardens Sydney Foundation

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Notes to the Financial Statements

For the Year Ended 30 June 2010

9 Income and expenditure - fundraising appeals

This disclosure is made under NSW Charitable Fundraising Act 1991.

(i) Details of aggregate gross income and direct expenses of fundraising appeals

	2010	2009
Gross income from fundraising appeals		
Project income	677,307	1,489,732
Administration income	30,092	21,000
Net surplus obtained from fundraising appeals	<u>707,399</u>	<u>1,510,732</u>

There were no expenses incurred during the year ended 30 June 2010 that were directly attributable to fundraising or that represent the cost of services provided.

(ii) Statement showing how funds received were applied to charitable purposes

	2010	2009
Funds brought forward from previous year	\$	\$
Net surplus obtained from fundraising appeals	3,017,169	3,378,938
Investment income (expenditure)	707,399	1,510,732
Funds available for application to charitable purposes	<u>218,979</u>	<u>(971)</u>
Administration costs	3,943,547	4,888,699
Cash payments for projects	(158,394)	(121,856)
Funds carried forward	<u>(736,175)</u>	<u>(1,749,674)</u>
	<u>3,048,978</u>	<u>3,017,169</u>

In relation to proceeds unspent at balance date, the Foundation carries forward any amounts for expenditure in future years on projects related to the Botanic Gardens Trust. Accordingly, amounts applied in any particular year to the charitable purpose may be greater or less than the net surplus obtained from fundraising appeals in that year.

Policies and procedures in relation to accounting for fundraising activities are disclosed in Note 1.

Royal Botanic Gardens Sydney Foundation

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Income and Expenditure Statement

	2010	2009
INCOME	\$	\$
Project Income		
Children's Garden MTBG	45,000	50,000
Children's Garden - RBG	5,000	5,000
Macquarie Precinct	15,000	15,000
Statuary Restoration	48,500	50,000
Youth Community Greening	160,000	160,000
Rainforest Seeds Research	67,000	120,000
Library RBG	11,000	18,050
African Olive MABG	-	850,000
Campaign General	68,425	-
Fellowship Programs	33,600	35,515
Project - Trees	9,500	33,000
Project - Benches	78,000	56,950
Project - General Donations	40,286	-
Woollemi Pine Conservation Projects	6,459	3,441
Foundation donations	1,640	741
Development donations	87,897	92,035
Total Project Income	<u>677,307</u>	<u>1,489,732</u>

EXPENDITURE		
Project Expenditure		
Children's Garden - RBG	-	4,256
Children's Garden - MTBG	48,000	1,500
Statuary Restoration	51,000	122,500
Youth Community Greening	160,000	160,000
The Jungle	-	1,195,000
Rainforest Seed Research	147,000	60,000
Community Greening	-	80,000
Library - RBG	15,841	-
African Olive MABG	154,060	-
Bromeliads	1,438	-
Cadigal Birong Tree	6,000	-
Fellowship Programs	1,873	4,475
Project - Trees	60,500	5,270
Project - Benches	77,463	38,750
Project - General	6,000	42,665
Project - Development	7,000	35,257
Total Project Expenditure	<u>736,175</u>	<u>1,749,673</u>

Royal Botanic Gardens Sydney Foundation

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Income and Expenditure Statement

	2010	2009
	\$	\$
Administration Income and Expenditure	30,092	21,000
Project administration	(4,307)	(4,505)
Audit and accountancy fees	(1,576)	(1,348)
Bank charges	(330)	(100)
Depreciation and amortisation	(15,185)	(13,766)
Investment manager's fees	(6,646)	(3,437)
Events and marketing	(350)	(350)
Donation box collection	(130,000)	(4,000)
Travel expenses		(94,350)
Employee benefit expenses	(128,302)	(100,856)
Total administration Income and expenditure	<u>864,477</u>	<u>1,850,529</u>
Total Expenditure		
Investment Income	21,884	8,476
Franking credit refunded	86,224	105,347
Interest received	28,338	21,764
Investment trust distributions	82,533	(136,361)
Movement in market values	-	(197)
Profit (loss) on disposal of investment	218,979	(971)
Surplus (deficit) at year end	<u>31,809</u>	<u>(361,768)</u>

Royal Botanic Gardens Sydney Foundation

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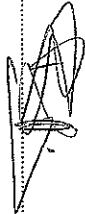

Councillors' Declaration

The Councillors have determined that the Foundation is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The Councillors declare that:

1. The financial statements and notes, as set out on pages 3 to 9, present fairly the Foundation's financial position as at 30 June 2010 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
2. In the Councillors' opinion, there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Councillors.

Councillor  Councillor 

Dated this 23rd day of September, 2010

KELLY + PARTNERS
ASSURANCE SERVICES

Royal Botanic Gardens Sydney Foundation

A.B.N. 66 037438 220

Independent Audit Report to the members of Royal Botanic Gardens Sydney Foundation

We have audited the accompanying financial report, being a special purpose financial report, of Royal Botanic Gardens Sydney Foundation (the Foundation), which comprises the balance sheet as at 30 June 2010, and the statement of comprehensive income and statement of cash flows for the year then ended, a summary of significant accounting policies, other explanatory notes and the Councilors' declaration.

The Responsibility of the Councilors for the Financial Report

The Councilors of the Foundation are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are appropriate to meet the requirements of the Trust Deed dated 9 August 1993 (as amended) and the needs of the trustees. The Councilors' responsibility also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the trustees. 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 Foundation's preparation and fair presentation of the financial report 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 Foundation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Councilors, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to trustees for the purpose of fulfilling the Councilors' financial reporting under the Trust Deed dated 9 August 1993 (as amended). We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the trustees, or for any purpose other than that for which it was prepared.

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 professional ethical pronouncements.

Royal Botanic Gardens Sydney Foundation

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Independent Audit Report to the members of Royal Botanic Gardens Sydney Foundation

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of Royal Botanic Gardens Sydney Foundation as at 30 June 2010 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

Kelly Partners Assurance Services



Rex Hoeban
Registered Auditor Number 1312

Dated this 23 day of September, 2010

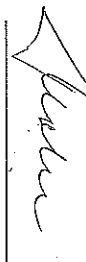
ROYAL BOTANIC GARDENS SYDNEY FOUNDATION
A.B.N. 66 037 438 220
Declaration by the Councillors In Respect of Fundraising Appeals
30 June 2010

In the Councillors' opinion:

- (a) the Statement of Comprehensive Income gives a true and fair view of all income and expenditure of the Royal Botanic Gardens Sydney Foundation ("the Foundation") with respect to fundraising appeals; and
- (b) the Balance Sheet gives a true and fair view of the state of affairs with respect to fundraising appeals; and
- (c) the provisions of the Charitable Fundraising Act 1991, the Regulations under the Act and the conditions attached to the authority have been complied with; and
- (d) the internal controls exercised by the Foundation are appropriate and effective in accounting for all income received and applied by the Foundation from any of its fundraising appeals.



Councillor



Councillor

Dated this 21 day of October 2010