

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

For the Year Ended 30 June 2011

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

Financial Statements

For the Year Ended 30 June 2011

CONTENTS

	<u>Page</u>
Financial Statements	
Statement of Comprehensive Income	1
Balance Sheet	2
Statement of Cash Flows	3
Notes to the Financial Statements	4
Income and Expenditure Statement for the year ended 30 June 2011	9
Councillors' Declaration	12
Independent Audit Report	13

Royal Botanic Gardens Sydney Foundation

A.B.N. 66 037438 220

Statement of Comprehensive Income

For the Year Ended 30 June 2011

	2011	2010
	\$	\$
Donations and other revenue	977,018	926,378
Project costs	(888,121)	(736,175)
Employee benefits expense	(140,000)	(130,000)
Depreciation and amortisation	(329)	(330)
Audit and accountancy fees	(4,334)	(4,307)
Other expenses	(23,984)	(23,757)
Surplus/(deficit) for the year	(79,750)	31,809
Other comprehensive income:		
Other comprehensive income for the year		
Total comprehensive income for the year	(79,750)	31,809

A.B.N. 66 037438 220
Balance Sheet
30 June 2011

Royal Botanic Gardens Sydney Foundation

	2011	2010
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	2,114,739	1,589,901
Receivables	54,643	52,622
Financial assets	803,477	1,409,766
TOTAL CURRENT ASSETS	2,972,859	3,052,279
NON-CURRENT ASSETS		
Property, plant and equipment	-	329
TOTAL NON-CURRENT ASSETS	-	329
TOTAL ASSETS	2,972,859	3,052,608
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	2,969,229	3,048,978
EQUITY		
Retained surplus	2,969,229	3,048,978
TOTAL EQUITY	2,969,229	3,048,978

The accompanying notes form part of these financial statements.

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Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

Statement of Cash Flows

For the Year Ended 30 June 2011

	Note	2011 \$	2010 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from donations and project income		738,843	732,158
Interest and investment income received		175,541	93,562
Donation to trust		(896,539)	(736,526)
Payments to suppliers and employees		(173,007)	(173,192)
Net cash provided by (used in) operating activities	9	(155,162)	(83,998)
CASH FLOWS FROM INVESTING ACTIVITIES			
Refund of term deposits		680,000	-
Payments for term deposits		-	(680,000)
Payments for investments		-	(149,998)
Net cash provided by (used in) investing activities		680,000	(829,998)
Net increase (decrease) in cash held		524,838	(913,996)
Cash and cash equivalents at beginning of financial year		1,589,901	2,503,897
Cash and cash equivalents at end of financial year	3	2,114,739	1,589,901

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

Notes to the Financial Statements

For the Year Ended 30 June 2011

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 statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Trust Deed dated 9 August 1993 (as amended) and the information needs of stakeholders.

The financial statements have 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 these statements are as follows:

(c) Property, plant and equipment

Property, plant and equipment are recorded at cost. All assets are depreciated over their useful lives to the Foundation.

Depreciation

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

(d) Financial Assets

The Foundation carries its investments at market value. Gains or losses arising from changes in fair value of these assets are presented in the statement of comprehensive income 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.

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

Notes to the Financial Statements

For the Year Ended 30 June 2011

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

Notes to the Financial Statements

For the Year Ended 30 June 2011

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 Foundation, a charitable trust, 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. Revenue for donations is recognised when the entity obtains control of the contribution or the right to receive the contribution; it is probable that the economic benefits comprising the contribution will flow to the entity; and the amount of the contribution can be measured reliably.

(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 Council's 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.

2 Funds managed on behalf of other entities

During the year ended 30 June 2011 the Foundation entered into a Memorandum of Understanding with the Royal Botanic Gardens and Domain Trust (the Trust) to invest funds received by the Trust under a bequest. As the ownership of the funds is retained by the Trust, it is the opinion of the Council that these funds do not form part of the Foundation's assets. The balance of the funds, amounting to \$573,880 at 30 June 2011, has therefore been excluded from the Foundation's assets at that date.

2 Funds managed on behalf of other entities continued

The financial statements include funds received by the Foundation from the Trust in 1993 for *The Hermon Slade Orchid Fund*. A draft Memorandum of Understanding has been prepared in relation to these funds, but the document has not been finalised at the date of signing of the financial statements. If the Memorandum of Understanding is approved it may result in the funds being excluded from the financial statements in future periods. The balances that have been included in the financial statements at 30 June 2011 in relation to *The Hermon Slade Orchid Fund* are cash at bank of \$9,622 (Note 3), short-term bank deposits of \$150,000 (Note 3), financial assets at market value of \$57,001 (Note 5), distributions receivable of \$1,382 (Note 4), interest receivable of \$944 (Note 4), franking credits receivable of \$827 (note 4), investment income of \$17,073, investment-related expenses of \$1,387 and project expenditure of \$38,000.

3 Cash and Cash Equivalents

	2011	2010
CBA bank bill	\$	\$
CBA - cash investment account	733,055	559,478
Short-term bank deposits	1,343,000	809,549
Cash at bank	38,884	193,241
	2,114,739	1,589,901

4 Receivables

	2011	2010
CURRENT		
Distribution receivable	19,483	11,520
GST receivable	15,498	445
Interest receivable	6,600	28,723
Imputation credits receivable	13,062	11,934
	54,643	52,622

5 Financial Assets

	2011	2010
Market Value		
Investments managed by Perpetual-RBGF	746,476	677,985
Investments managed by Perpetual-Slade	57,001	51,771
Term deposits	-	680,000
CBA Term Deposit Account	803,477	1,409,756

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

Notes to the Financial Statements

For the Year Ended 30 June 2011

6 Property, plant and equipment

Office furniture & equipment	2011	2010
Less: Accumulated depreciation	\$ -	\$ 759
Total office equipment	-	(430)
Total property, plant and equipment	-	329

7 Trade and Other Payables

	2011	2010
	\$ -	\$ -
	3,630	3,630

CURRENT

Trade and other payables

8 Retained Surplus

Retained surplus at the beginning of the financial year	2011	2010
	\$ -	\$ -
Net surplus/(deficit) for the year	3,048,978	3,017,169
Retained surplus at end of the financial year	(79,750)	31,809

9 Cash Flow Information

Reconciliation of Cash Flow from Operations with Profit after Income Tax

Net surplus/(deficit) for the period	2011	2010
Cash flows excluded from profit attributable to operating activities	\$ -	\$ -
Non-cash flows in profit	(79,750)	31,809
- Depreciation	329	330
- Movement in net market values	(73,721)	(82,533)
Changes in assets and liabilities	(2,020)	(33,604)
- (Increase)/decrease in trade and term receivables	(155,162)	(83,998)

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

Notes to the Financial Statements

For the Year Ended 30 June 2011

10 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	2011	2010
	\$	\$
Gross income from fundraising appeals	713,742	677,307
Project income	27,048	30,092
Administration income	740,790	707,399
Net surplus obtained from fundraising appeals	740,790	707,399

There were no expenses incurred during the year ended 30 June 2011 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

Funds brought forward from previous year	2011	2010
	\$	\$
Net surplus obtained from fundraising appeals	3,048,978	3,017,169
Investment income (expenditure)	740,790	707,399
Funds available for application to charitable purposes	236,229	218,979
Administration costs	4,025,997	3,943,547
Cash payments for projects	(168,647)	(158,394)
Funds carried forward	(838,121)	(736,175)
	2,969,229	3,048,978

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

A.B.N. 65 037438 220

Income and Expenditure Statement for the year ended 30 June 2011

	2011	2010
	\$	\$
INCOME		
Project Income		
Children's Garden, Botanic Garden	-	45,000
Mount Tomah	-	5,000
Children's Garden, Royal Botanic Garden	-	15,000
Macquarie Precinct	45,000	48,500
Stuary Restoration	145,000	160,000
Youth Community Greening	10,000	-
Papua New Guinea Trees	3,000	-
Cadigal Birong Tree	50,100	67,000
Rainforest Seeds Research	28,750	11,000
Library Royal Botanic Garden	8,275	-
Rose Garden Maintenance	40,200	-
Plantbank	79,577	68,425
Bicentenary Campaign Projects	5,000	33,600
Fellowship Programs	9,000	9,500
Project - Trees	118,500	78,000
Project - Benches	20,250	40,286
Project - General Donations	-	6,459
Violent Pine Conservation Projects	122,246	1,640
Foundation Donations (Including Herb Garden Pavilion)	28,844	87,897
Development donations		
Total Project Income	713,742	677,307

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

Income and Expenditure Statement for the year ended 30 June 2011

	2011	2010
	\$	\$
EXPENDITURE		
Project Expenditure		
Children's Garden, Royal Botanic Garden	34,826	-
Children's Garden, Botanic Garden	42,800	48,000
Mount Tomah	-	51,000
Stuary Restoration	147,500	160,000
Youth Community Greening	10,346	-
Tropical Centre Redevelopment	90,405	147,000
Rainforest Seed Research	10,000	-
Violent Pine Conservation Project	13,190	15,841
Library Royal Botanic Garden	114,516	154,060
African Olive, Botanic Garden Mount Amrah	-	1,438
Bromeliads	4,000	6,000
Cadigal Birong Tree	-	1,873
Fellowship Programs	6,790	-
Science Equipment	120,000	-
Herb Garden Pavilion	38,000	-
Encapsulation Orchid Seeds (Slade)	19,000	60,500
Project - Trees	173,000	77,463
Project - Benches	-	6,000
Project - General	52,198	-
Botanic Garden Mount Tomah (Incl. Solar Panels)	20,550	7,000
Project - Development	888,121	736,175
Total Project Expenditure	888,121	736,175
Administration Income and Expenditure		
Project administration	27,048	30,092
Audit and accountancy fees	(4,334)	(4,307)
Bank charges	(3,279)	(1,576)
Depreciation and amortisation	(329)	(330)
Investment manager's fees	(15,571)	(15,155)
Events and marketing	(4,285)	(6,646)
Donation box collection	(350)	(350)
Employee benefit expenses	(140,000)	(130,000)
Operating expenses	(500)	-
Total administration income and expenditure	(141,600)	(128,302)
Total Expenditure	1,029,721	864,477

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

Income and Expenditure Statement for the year ended 30 June 2011

Investment Income	13,062	21,884
Franking credit refunded	115,313	86,224
Interest received	34,133	28,338
Investment trust distributions	73,721	82,533
Movement in market values	236,229	218,979
Surplus/(deficit) at year end	(79,750)	31,809

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220


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 1 to 8, present fairly the Foundation's financial position as at 30 June 2011 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 13 day of October 2011

KELLY + PARTNERS
ASSURANCE SERVICES

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

Independent Auditor's Report to the Councilors 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 2011, the statement of comprehensive income and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Councilors' declaration.

Councilors' Responsibility for the Financial Report

The Councilors of the Foundation are responsible for the preparation of the financial report, and have determined that the accounting policies described in Note 1 to the financial report are appropriate to meet the requirements of the Trust Deed dated 9 August 1993 (as amended). The Councilors' responsibility also includes such internal control as the Councilors determine is necessary to enable the preparation of a financial report that 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. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 Councilors, as well as evaluating the overall presentation of the financial report.

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.

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 2011 and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial report.

Royal Botanic Gardens Sydney Foundation

A.B.N. 65 037438 220

Independent Auditor's Report to the Councilors of Royal Botanic Gardens Sydney Foundation

Basis of Accounting

Without modifying our opinion, 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 Councilors' financial reporting requirements under the Trust Deed dated 9 August 1993 (as amended). As a result, the financial report may not be suitable for another purpose.

Kelly Partners Assurance Services
Kelly Partners Assurance Services

Peter Dawkins
Peter Dawkins
Registered Auditor Number 4334
North Sydney

Dated this 13th day of December 2011

ROYAL BOTANIC GARDENS SYDNEY FOUNDATION
A.B.N. 65 037 438 220
Declaration by the Councillors in Respect of Fundraising Appeals
30 June 2011

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 13 day of October 2011

