

BASS COAST COMMUNITY FOUNDATION
TRUST

ABN: 20 391 663 724

BASS COAST COMMUNITY FOUNDATION
OPEN FUND

ABN: 35 151 927 173

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2020

Bass Coast Community Foundation Trust
 ABN: 20 391 663 724
 Bass Coast Community Foundation Open Fund
 ABN: 35 151 927 173

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
 FOR THE YEAR ENDED 30 JUNE 2020

	Note	Trust		Open Fund		TOTAL	TOTAL
		2020	2019	2020	2019	2020	2019
Revenues from ordinary activities	2	(7,055)	34,004	31,916	346,698	24,861	380,702
Expenses from ordinary activities	3	(26,402)	(20,247)	(26,402)	(37,274)	(52,804)	(57,521)
Operating surplus / (deficit)		(33,457)	13,757	5,514	309,424	(27,943)	323,181
Grants and project expenses	3	(15,922)	(24,988)	(55,639)	(22,980)	(71,561)	(47,968)
Surplus / (deficit) from ordinary activities		(49,379)	(11,231)	(50,125)	286,444	(99,504)	275,213
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income for the year		(49,379)	(11,231)	(50,125)	286,444	(99,504)	275,213

This statement should be read in conjunction with the accompany notes.

Bass Coast Community Foundation Trust
ABN: 20 391 663 724
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STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020

	Trust		Open Fund		TOTAL	TOTAL
	2020	2019	2020	2019	2020	2019
CURRENT ASSETS						
Cash at bank	22,918	25,426	96,636	30,293	119,554	55,719
Cash at bank - Admin	-	1,666	4,356	5,947	4,356	7,613
Term Deposit	252,375	249,272	509,693	550,798	762,068	800,070
Accounts receivable:						
- Imputation credit	2,678	3,238	2,834	5,223	5,512	8,461
- Administration	1,500	-	1,500	-	3,000	-
- Trust	-	-	30,329	-	30,329	-
GST refund	342	258	710	-	1,052	258
TOTAL CURRENT ASSETS	279,813	279,860	646,058	592,261	925,871	872,121
NON-CURRENT ASSETS						
INVESTMENTS						
Shares in listed companies at market value	99,159	118,162	97,569	123,719	196,728	241,881
TOTAL ASSETS	378,972	398,022	743,627	715,980	1,122,599	1,114,002
CURRENT LIABILITIES						
BCCF Performance Awards Program (Note 5A)	-	-	-	215	-	215
BCCF Education Grants (Note 5B)	-	-	12,659	-	12,659	-
Robert Salzer Grant (Note 5C)	-	-	7,791	-	7,791	-
ECSTRA Grant (Note 5D)	-	-	50,000	-	50,000	-
Women For Change (Note 5E)	-	-	6,331	-	6,331	-
Other creditors	30,329	-	4,849	3,552	35,178	3,552
GST payable	-	-	-	91	-	91
TOTAL CURRENT LIABILITIES	30,329	-	81,630	3,858	111,959	3,858
NET ASSETS	348,643	398,022	661,997	712,122	1,010,640	1,110,144
REPRESENTED BY:						
Accumulated funds	398,022	409,253	712,122	425,678	1,110,144	834,931
Current year result	(49,379)	(11,231)	(50,125)	286,444	(99,504)	275,213
TOTAL	348,643	398,022	661,997	712,122	1,010,640	1,110,144

This statement should be read in conjunction with the accompanying notes.

Bass Coast Community Foundation Trust
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2020

	Accumulated funds (Trust)	Accumulated funds (Open Fund)	Total Accumulated Funds
Balance at 1 July 2018	409,253	425,678	834,931
Surplus / (deficit) attributable to members	(11,231)	286,444	275,213
Balance at 30 June 2019	398,022	712,122	1,110,144
Surplus / (deficit) attributable to members	(49,379)	(50,125)	(99,504)
Balance at 30 June 2020	348,643	661,997	1,010,640

This statement should be read in conjunction with the accompany notes.

Bass Coast Community Foundation Trust
ABN: 20 391 663 724
Bass Coast Community Foundation Open Fund
ABN: 35 151 927 173

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2020

		Trust		Open Fund		TOTAL	TOTAL
	Note	2020	2019	2020	2019	2020	2019
Receipts from donors		14,918	16,227	127,760	328,010	142,678	344,237
Grants paid		(11,079)	(24,988)	(59,185)	(41,746)	(70,264)	(66,734)
Interest received		3,103	5,887	7,425	5,669	10,528	11,556
Dividends received		9,487	15,812	11,836	10,064	21,323	25,876
Payments to suppliers		(2,500)	(20,377)	(54,189)	(37,029)	(56,689)	(57,406)
Net cash provided by / (used in) operating activities	7	13,929	(7,439)	33,647	264,968	47,576	257,529
Share Purchases		(15,000)	-	(10,000)	-	(25,000)	-
Net transfers (to) / from term deposits		(3,103)	(5,887)	41,105	(271,669)	38,002	(277,556)
Net cash used in investing activities		(18,103)	(5,887)	31,105	(271,669)	13,002	(277,556)
Net increase / (decrease) in cash held		(4,174)	(13,326)	64,752	(6,701)	60,578	(20,027)
Cash at the beginning of the financial year		27,092	40,418	36,240	42,941	63,332	83,359
Cash at the end of the financial year	7	22,918	27,092	100,992	36,240	123,910	63,332

This statement should be read in conjunction with the accompany notes.

Bass Coast Community Foundation Trust
ABN: 20 391 663 724
Bass Coast Community Foundation Open Fund
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report covers the following entities:

- Bass Coast Community Foundation Trust (the "Trust") was established on 28 February 2003 by a Deed of Trust between Edgar Peter Brooks, as Founder, and the trustee Bass Coast Community Foundation Limited. The Trust was most recently amended by a Deed of amendment on 15 June 2020.
- Bass Coast Community Foundation Open Fund (the "Open Fund") was established on 1 May 2010 by a Deed of Trust between Edgar Peter Brooks, as Founder, and the trustee Bass Coast Community Foundation Limited. The Trust was most recently amended by a Deed of amendment on 15 June 2020.

The entity is registered as a charity under the *Australian Charities and Not-for-profits Commission Act 2012*.

Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB). Both funds are considered to be not for profit entities for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

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.

Accounting policies

a. Income tax

Both funds are defined as charitable institutions and are exempt from income tax under Section 50-5 of the *Income Tax Assessment Act 1997*.

The Trust is endorsed by the Australian Taxation Office as a Deductible Gift Recipient (DGR).

b. Property, plant and equipment

No property, plant and equipment are owned by either fund.

c. Employee benefits

There is now one employee for the entity, commencing during the 2019/20 financial year. No employee entitlements have been recorded at 30 June 2020.

d. Cash

For the purpose of the statement of cash flows, cash includes:

- cash on hand and at call deposits with banks or financial institutions, net of bank overdrafts; and
- investments in money market instruments with original maturity of three months or less.

e. Revenue

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

f. Unexpended funds

Funding is recognised as income upon receipt, unless where the grant funding is provided in accordance with specific contractual obligations. In this case, the grant funding is only recognised as income when the specific contractual obligations have been fulfilled.

g. Leases

Contracts are assessed at inception to determine if the contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. No right-of-use assets and corresponding lease liabilities have been recognised.

The short-term lease recognition exception is applied for short term leases (i.e. those lease that have a lease term of 12 months or less from the commencement date or where the lease term is not specified and does not contain a purchase option). It also applies the low-value assets recognition exemption to leases that are considered to be low value. Leases payments on short-term leases and leases of low-value assets are recognised as an expense on a straight-line basis over the lease term.

h. 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 Australian 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.

i. Change in accounting policies

During the year, the following new Australian Accounting Standards were adopted:

AAAB15 Revenue from Contracts with Customers

AASB16 Leases

AASB1058 Income of Not-for-Profit Entities

All new standards have been adopted prospectively and prior year comparatives have not been restated. There has been no financial impact from the adoption of these new Australian Accounting Standards.

With regards to leases, given the lease for the office in Wonthaggi is not subject to a lease term more than 12 months from inception, the short-term lease recognition exemption has been applied for the application of AASB16.

j. COVID-19 pandemic

In March 2020, a global pandemic for COVID-19 coronavirus was declared by the World Health Organisation. As a result, COVID-19 restrictions were introduced, with the Australian Federal Government announcing financial stimulus packages, including the ATO *Cash Flow Boost* and *Job Keeper*.

The entity was entitled to an initial Cash Flow Boost of \$10,000 for the period from March to June 2020 and is therefore entitled to the second payment of \$10,000 to be paid after 30 June 2020. The second \$10,000 payment has not been accrued at year end.

The entity was also entitled to participate in the JobKeeper scheme. The reimbursement for wages paid in June 2020 of \$3,000 has been accrued at 30 June 2020.

During 2019/20 there was a reduction in sources of income, both from donations and investments, and a higher demand from grants to charitable entities given the impact of the COVID-19 pandemic. This situation is anticipated to continue for the 2020/21 financial year whilst the economic impact of the COVID-19 pandemic remains.

Bass Coast Community Foundation Trust
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Bass Coast Community Foundation Open Fund
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 2: REVENUE	2020	2019
TRUST		
Share investments:		
- Dividends received	8,927	10,795
- Movement in market value of shares	(34,003)	1,095
Interest income	3,103	5,887
Donations received:		
- Friends	14,918	16,227
Total Revenue	(7,055)	34,004
OPEN FUND		
Share investments:		
- Dividends received	9,447	11,690
- Movement in market value of shares	(36,150)	1,420
Fundraising function	214	3,330
Interest income	7,425	5,669
Women for change	6,561	357
Donations received:		
- General	-	500
Grants received:		
- Aquasure	15,341	20,000
- Bass Coast Shire Council	25,400	25,000
- Robert Salzer	2,209	-
Bequests received	1,469	278,732
Total Revenue	31,916	346,698

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NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2020

NOTE 3: OTHER EXPENSES FROM ORDINARY ACTIVITIES	2020	2019
TRUST		
Administration expenses	6	26,402
Total operating expenses	26,402	20,247
Grants made	15,922	24,988
Total expenses	42,324	45,235
OPEN FUND		
Administration expenses	6	26,402
Total operating expenses	26,402	37,274
Community grants		-
Education grants	14,212	17,980
Other grants	41,427	5,000
Total grants and project expenses	55,639	22,980
Total expenses	82,041	60,254

NOTE 4: AUDITORS' REMUNERATION

Remuneration of the auditor of the entities for:

- auditing or reviewing the financial report	1,850	1,750
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Each year the auditor makes a donation to the Foundation to the same value as the audit fee.

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NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2020

NOTE 5A: BCCF OPEN FUND PERFORMANCE AWARD PROGRAM

Balance at opening of year	10,499	10,499
Grants paid	(10,499)	(10,284)
Balance held at end of year	-	215

NOTE 5B: BCCF OPEN FUND EDUCATION GRANT

Balance at opening of year	-	-
Grants received	26,871	-
Grants paid	(14,212)	-
Balance held at end of year	12,659	-

NOTE 5C: BCCF OPEN FUND ROBERT SALZER GRANT

Balance at opening of year	-	-
Grants received	10,000	-
Grants paid	(2,209)	-
Balance held at end of year	7,791	-

NOTE 5D: BCCF OPEN FUND ECSTRA GRANT

Balance at opening of year	-	-
Grants received	50,000	-
Grants paid	-	-
Balance held at end of year	50,000	-

NOTE 5E: BCCF OPEN FUND WOMEN FOR CHANGE

Balance at opening of year	-	-
Grants received	12,892	-
Grants paid	(6,561)	-
Balance held at end of year	6,331	-

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 6: ADMINISTRATIVE EXPENSES

Administrative expenses are managed by the trustee company, Bass Coast Community Foundation Limited. The directors of the trustee company determine the appropriate contribution from each fund to the administrative expenses.

The administration expenses incurred for the year are as follows:

	2020	2019
Advertising	716	1,080
Audit fees	1,850	1,750
Computer supplies	984	353
Electricity	662	767
Executive Officer (including superannuation)	48,212	34,345
General expenses	260	383
Governance review	-	6,153
Insurance expense	4,051	3,919
Postage	243	224
Printing, stationery & office equipment	915	21
Professional development	40	-
Rent & rates	5,740	5,641
Subscriptions	775	1,092
Superannuation	4,672	-
Telephone	1,214	1,395
Workcover	396	88
Website expenses	1,074	310
Total administrative expenses	71,804	57,521
Contribution to administrative expenses:		
Trust	26,402	20,247
Open Fund	26,402	37,274
ATO Cash Flow Boost received	10,000	-
ATO JobKeeper scheme income received	9,000	-
Total Administration expense contributions:	71,804	57,521

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**NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2020**

NOTE 7: CASH FLOW INFORMATION

	2020	2019
a. Reconciliation of cash flows from operating activities with operating surplus / (deficit):		
TRUST		
Surplus / (deficit) from ordinary activities	(49,379)	(11,231)
Add back noncash transactions:		
- market value movement in shares	34,003	(1,095)
Changes in assets and liabilities:		
(Increase) / decrease in receivables	(1,024)	4,887
Increase / (decrease) in payables	30,329	-
Cash flow from / (used in) operating activities	13,929	(7,439)
 OPEN FUND		
Surplus / (deficit) from ordinary activities	(50,125)	286,444
- market value movement in shares	36,150	(1,420)
Changes in assets and liabilities:		
(Increase) / decrease in receivables	(30,150)	(1,381)
Increase / (decrease) in payables	1,206	(3,435)
Increase / (decrease) in unexpended funding	76,566	(15,240)
Cash flow from operating activities	33,647	264,968
 b. Credit standby arrangements with banks		
There are no credit standby arrangements with banks.		
 c. Loan facilities		
There are no loan facilities.		
 Cash balances represented by:		
Trust	22,918	25,426
Open Fund	96,636	30,293
Administration	4,356	7,613
Total cash per cash flow statement	123,910	63,332

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

NOTE 8: FINANCIAL RISK MANAGEMENT

The financial instruments of the Trust and the Open Fund consist of deposits with banks, including short term investments, and investment in listed securities as disclosed in the financial statement.

Financial Risk Management Policies

The treasurer of the trustee company is responsible for, among other issues, monitoring and managing financial risk exposures of the Trust and the Open Fund. The treasurer monitors the financial transactions and reviews the effectiveness of controls relating to interest rate risk, credit risk, and liquidity risk. Discussions on monitoring financial risk exposures are held on a regular basis and minuted by the Board of the trustee company.

Financial Risk Exposures

(a) Interest Rate Risk

The exposure to interest rate risk which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities is limited to the cash deposits and term deposit investments.

(b) Market Risk

There is an exposure to market risk relating to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices of securities held. Such risk is managed through diversification of investments.

(c) Credit Rate Risk

There is no material credit risk exposure to any single debtor or group of debtors.

(d) Liquidity Risk

Liquidity risk arises from the possibility that difficulties may be encountered in settling its debts or otherwise meeting its obligations related to financial liabilities. This risk is managed by regularly reviewing available cash and future cash inflows and ensuring appropriate levels of cash and credit are available to meet financial liabilities.

Net Fair Values

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

Investments in securities are recorded at fair value on a recurring basis are initial recognition. The fair value is based on the listed market value of the security at balance date. Increases or decreases in the fair value are recognised in the statement of profit or loss.

NOTE 9: COMMITMENTS AND CONTINGENT LIABILITIES

There are no known commitments or contingent liabilities at the date of this report.

NOTE 10: EVENTS AFTER THE REPORTING PERIOD

No reportable events have occurred after the reporting period.

The principal place of business of the trustee is:

Bass Coast Community Foundation Limited
First Floor Plaza Arcade Suite B
140 Graham Street
Wonthaggi VIC 3995

The registered office of the business of the trustee is:

Bruce Hydon Pty Ltd
Level 1 267A Glenferrie Road
Malvern Vic 3144

Bass Coast Community Foundation Trust
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TRUSTEES' DECLARATION

In accordance with a resolution of the directors of the trustee company of the Bass Coast Community Foundation Trust and Bass Coast Community Foundation Open Fund, the directors declare that:

1. the financial statements and notes, as set out on pages 1 to 13 are in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:
 - a. complying with Australian Accounting Standards – Reduced Disclosure Requirements; and
 - b. giving a true and fair view of the financial position as at 30 June 2020 and of the performance for the year ended on that date of the Bass Coast Community Foundation Trust and Bass Coast Community Foundation Open Fund.
2. in the directors' opinion there are reasonable grounds to believe that Bass Coast Community Foundation Trust and Bass Coast Community Foundation Open Fund will be able to pay their debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors of the Trustee.

Carol Blair
Director

Bruce Hydon
Director

16 October 2020

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF BASS COAST COMMUNITY FOUNDATION TRUST
AND BASS COAST COMMUNITY FOUNDATION OPEN FUND**

Opinion

We have audited the accompanying financial report of Bass Coast Community Foundation Trust and the Bass Coast Community Foundation Open Fund which comprises the statement of financial position as at 30 June 2020, the statement of comprehensive income, statement of changes in funds and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In addition, we have audited Bass Coast Community Foundation Trust Fund's (the "Fund") compliance with specific requirements of the *Public Ancillary Fund Guidelines 2011* for the year ended 30 June 2020.

In our opinion:

- i. The financial report of Bass Coast Community Foundation Trust and Bass Coast Community Foundation Open Fund is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:
 - a. Giving a true and fair view of the Fund's financial position as at 30 June 2020 and of its performance for the year ended on that date: and
 - b. Complying with Australian Accounting Standards – Reduced Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2013*.
- ii. The Fund has been maintained, in all material respects, in accordance with the *Public Ancillary Fund Guidelines 2011* and its regulations for the year ended 30 June 2020.

Basis for opinion

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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Fund in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standard 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 responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the trustee company, would be in the same terms if given to the directors as at the time of this auditor's report.

Directors' Responsibility for the Financial Report and for the Fund's Compliance with the Public Ancillary Guidelines 2011

The directors of the trustee company, Bass Coast Community Foundation Limited, are responsible for the preparation and fair presentation of a financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and Division 60 of the *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.

The directors of the trustee company are also responsible for the Fund's compliance with the *Public Ancillary Fund Guidelines 2011*.

In preparing the financial report, the directors of the trustee company are responsible for assessing the Fund's ability to continue as a going concern, disclosing as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Fund or to cease operation, or have no realistic alternative but to do so.

Auditor's responsibility 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 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 the users taken on the basis of the financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism through the audit. The audit involves us:

- Identifying and assessing the risk of material misstatement of the financial report, whether due to fraud or error, designing and performing audit procedures responsive to those risks, obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtaining an understanding of internal control relevant to the audit 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.
- Evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Concluding on the appropriateness of directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluating the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report presents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, where applicable, related safeguards.

Compliance with Public Ancillary Fund Guidelines 2011

Our responsibility is to also express an opinion on the Fund's compliance with specific requirements of the *Public Ancillary Fund Guidelines 2011*.

Because of the inherent limitations of any compliance procedures, it is possible that fraud, error or non-compliance with the *Public Ancillary Fund Guidelines 2011* may occur and not be detected. An audit is not designed to detect all weaknesses in Fund's compliance with the *Public Ancillary Fund Guidelines 2011* as an audit is not performed continuously throughout the period and the tests are performed on a sample basis.

Any projection of the evaluation of compliance with the *Public Ancillary Fund Guidelines 2011* to future periods is subject to the risk that the procedures may become inadequate because of changes in conditions, or that the degree of compliance with them may deteriorate.

Other information

The directors of the trustee company are responsible for the other information provided in the Fund's annual report for the year ended 30 June 2020 other than the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion there.

In connection with our audit of the financial report, our responsibility is to read the other information, and in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report the fact. We have nothing to report in this regard.

CARDELL ASSURANCE & AUDIT

Lyndal J. McKenzie
Registered Company Auditor
3A Billson Street
WONTHAGGI VIC 3995

19 October 2020