



# Eskleigh Foundation Incorporated

**Financial Statements**

**For the Year Ended 30 June 2022**

# **Eskleigh Foundation Incorporated**

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**For the Year Ended 30 June 2022**

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**Eskleigh Foundation Incorporated**

**Statement of Profit or Loss and Other Comprehensive Income**  
**For the Year Ended 30 June 2022**

	2022	2021
Note	\$	\$
<b>OPERATING REVENUE</b>		
Fees	19,361,205	15,911,616
Government funding	4,099,198	3,670,191
Other operating revenue	179,869	170,753
<b>Total operating revenue</b>	<b>23,640,272</b>	<b>19,752,560</b>
<b>OPERATING EXPENSES</b>		
Employee benefits	(19,780,682)	(14,762,461)
Domestic	(1,000,963)	(1,029,745)
Property	(835,636)	(910,061)
Motor vehicles	(296,667)	(270,159)
Administration	(772,984)	(807,843)
<b>Total operating expenses</b>	<b>(22,686,932)</b>	<b>(17,780,269)</b>
<b>Operating surplus/(deficit)</b>	<b>953,340</b>	<b>1,972,291</b>
<b>NON-OPERATING ITEMS</b>		
Bequests and donations	54,739	55,912
Memberships	650	675
Interest	60,157	43,652
Gain/(loss) on disposal of fixed assets	(4,302)	(92,571)
Other non-operating income	174	37,698
	<b>111,418</b>	<b>45,366</b>
<b>Net surplus/(deficit) for the year</b>	<b>1,064,758</b>	<b>2,017,657</b>
<b>Other comprehensive income</b>		
<b>Items that will not be reclassified subsequently to profit or loss</b>		
Revaluation changes for property, plant and equipment	2,552,148	-
Revaluation changes for art	65,505	-
Revaluation changes for shares	(213,317)	221,554
<b>Other comprehensive income for the year</b>	<b>2,404,336</b>	<b>221,554</b>
<b>Total comprehensive income for the year</b>	<b>3,469,094</b>	<b>2,239,211</b>

The accompanying notes form part of these financial statements.

**Eskleigh Foundation Incorporated**

**Statement of Financial Position**

**As At 30 June 2022**

	Note	2022 \$	2021 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	7,428,672	7,387,654
Trade and other receivables	5	2,512,400	2,002,254
Other financial assets	6	861,746	861,751
Prepayments		36,398	42,573
<b>TOTAL CURRENT ASSETS</b>		<b>10,839,216</b>	<b>10,294,232</b>
<b>NON-CURRENT ASSETS</b>			
Other financial assets	6	493,843	707,160
Property, plant and equipment	7	9,686,397	7,102,576
<b>TOTAL NON-CURRENT ASSETS</b>		<b>10,180,240</b>	<b>7,809,736</b>
<b>TOTAL ASSETS</b>		<b>21,019,456</b>	<b>18,103,968</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	1,456,845	2,179,625
Lease liabilities		264,920	166,237
Provisions	9	1,406,777	1,210,344
<b>TOTAL CURRENT LIABILITIES</b>		<b>3,128,542</b>	<b>3,556,206</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities		178,862	244,776
Provisions	9	203,996	264,023
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>382,858</b>	<b>508,799</b>
<b>TOTAL LIABILITIES</b>		<b>3,511,400</b>	<b>4,065,005</b>
<b>NET ASSETS</b>		<b>17,508,056</b>	<b>14,038,963</b>
<b>EQUITY</b>			
Reserves		6,717,197	4,312,861
Retained earnings		10,790,859	9,726,102
<b>TOTAL EQUITY</b>		<b>17,508,056</b>	<b>14,038,963</b>

The accompanying notes form part of these financial statements.

**Eskleigh Foundation Incorporated**

**Statement of Changes in Equity**

**For the Year Ended 30 June 2022**

**2022**

	Retained Earnings	Asset Revaluation Reserve	Operating Reserve	Total
	\$	\$	\$	\$
<b>Balance at 1 July 2021</b>	9,726,102	2,680,429	1,632,432	14,038,963
Net surplus for the year	1,064,758	-	-	1,064,758
<b>Other comprehensive income</b>				
Revaluation of property, plant and equipment	-	2,552,148	-	2,552,148
Revaluation of art work	-	65,505	-	65,505
Revaluation of investments	-	(213,317)	-	(213,317)
<b>Balance at 30 June 2022</b>	<b>10,790,859</b>	<b>5,084,765</b>	<b>1,632,432</b>	<b>17,508,056</b>

**2021**

	Retained Earnings	Asset Revaluation Reserve	Operating reserve	Total
	\$	\$	\$	\$
<b>Balance at 1 July 2020</b>	7,708,444	2,458,875	1,632,432	11,799,751
Net surplus for the year	2,017,658	-	-	2,017,658
<b>Other comprehensive income</b>				
Revaluation of investments	-	221,554	-	221,554
<b>Balance at 30 June 2021</b>	<b>9,726,102</b>	<b>2,680,429</b>	<b>1,632,432</b>	<b>14,038,963</b>

The accompanying notes form part of these financial statements.

# Eskleigh Foundation Incorporated

## Statement of Cash Flows For the Year Ended 30 June 2022

	2022	2021
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	19,951,821	14,411,542
Payments to suppliers and employees	(22,992,822)	(15,964,397)
Interest received	38,726	43,652
Interest paid	(14,110)	(10,969)
Government funding received	3,723,033	3,905,348
Net cash provided by/(used in) operating activities	<u>706,648</u>	<u>2,385,176</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from sale of plant and equipment	30,455	40,504
Purchase of property, plant and equipment	(514,868)	(230,529)
Net cash provided by/(used in) investing activities	<u>(484,413)</u>	<u>(190,025)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Repayment of borrowings	-	(1,005,228)
Repayment of lease liabilities	(181,217)	(615,560)
Net cash provided by/(used in) financing activities	<u>(181,217)</u>	<u>(1,620,788)</u>
Net increase/(decrease) in cash and cash equivalents held	41,018	574,363
Cash and cash equivalents at beginning of year	7,387,654	6,813,291
Cash and cash equivalents at end of financial year	4 <u>7,428,672</u>	<u>7,387,654</u>

The accompanying notes form part of these financial statements.

# Eskleigh Foundation Incorporated

## Notes to the Financial Statements

For the Year Ended 30 June 2022

The financial report covers Eskleigh Foundation Incorporated as an individual entity. Eskleigh Foundation Incorporated is a not-for-profit Association, registered and domiciled in Australia.

The functional and presentation currency of Eskleigh Foundation Incorporated is Australian dollars.

The financial report was authorised for issue by those charged with governance on 10 November 2022.

Comparatives are consistent with prior years, unless otherwise stated.

### 1 Basis of Preparation

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

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.

### 2 Summary of Significant Accounting Policies

#### (a) Revenue and other income

Revenue from fees for services provided to clients is recognised upon billing of the service to the client. This generally occurs after the end of the relevant pay period when the number of hours of care provided to each client can be reliably determined. Government grants are recognised as revenue in the period in which control over the funding is obtained. Interest revenue is recognised on a proportional basis, taking into account the interest rates applicable to the financial assets. Other revenue items, including donations, bequests and fundraising are recognised on receipt.

#### (b) Income Tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

#### (d) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### 2 Summary of Significant Accounting Policies

#### (d) Property, plant and equipment

Items of property, plant and equipment acquired for significantly less than fair value have been recorded at the acquisition date fair value.

##### Land and buildings

Land and buildings are measured using the revaluation model.

##### Plant and equipment

Plant and equipment are measured using the cost model.

##### Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Association, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Buildings	2.5%
Motor Vehicles	20%
Computer Equipment	10% - 40%
Structural improvements	2.5% - 10%
Other equipment	7.5% - 30%
Art Collection	10%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

#### (e) Financial instruments

Financial instruments are recognised initially on the date that the Association 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).

##### Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

##### Classification

On initial recognition, the Association classifies its financial assets into the following categories, those measured at:



**Notes to the Financial Statements**  
**For the Year Ended 30 June 2022**

**2 Summary of Significant Accounting Policies**

**(e) Financial instruments**

**Financial assets**

- amortised cost
- fair value through other comprehensive income - equity instrument (FVOCI - equity)

Financial assets are not reclassified subsequent to their initial recognition unless the Association changes its business model for managing financial assets.

*Amortised cost*

The Association's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income and impairment are recognised in profit or loss.

*Fair value through other comprehensive income*

**Equity instruments**

The Association has a number of strategic investments in listed entities which they do not have significant influence nor control. The Association has made an irrevocable election to classify these equity investments as fair value through other comprehensive income as they are not held for trading purposes.

These investments are carried at fair value with changes in fair value recognised in other comprehensive income.

*Impairment of financial assets*

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost
- debt investments measured at FVOCI

**Financial liabilities**

The Association measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Association comprise trade payables and lease liabilities.

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2022**

### **2 Summary of Significant Accounting Policies**

**(f) Cash and cash equivalents**

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

**(g) Leases**

At inception of a contract, the Association assesses whether a lease exists.

**Lessee accounting**

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Association's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Association's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

**(h) Provisions**

Provisions are recognised when the Association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provision is made for the Association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

A liability for long service leave is recognised and measured as the present value of expected future payments to be made in respect of services provided up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service.

**(i) Change in accounting policy**

The Association previously prepared general purpose financial statements under Tier 2 - Reduced Disclosure Requirements. There were no transition adjustments other than a few disclosure changes on the adoption of Australian Accounting Standards - Simplified Disclosure.

### **3 Critical Accounting Estimates and Judgments**

Those charged with governance make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

**Notes to the Financial Statements**

**For the Year Ended 30 June 2022**

**3 Critical Accounting Estimates and Judgments**

**Provisions**

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

**Fair value of property, plant and equipment**

Assumptions and judgements are utilised in determining the fair value of the Association's property, plant and equipment.

**Eskleigh Foundation Incorporated**

**Notes to the Financial Statements**

**For the Year Ended 30 June 2022**

**4 Cash and Cash Equivalents**

	2022	2021
	\$	\$
Cash on hand	6,028	3,541
Bank balances	7,422,644	7,384,113
	<u>7,428,672</u>	<u>7,387,654</u>

**5 Trade and Other Receivables**

	2022	2021
	\$	\$
CURRENT		
Trade receivables	1,757,203	1,897,281
Provision for impairment	(40,000)	(30,000)
	<u>1,717,203</u>	<u>1,867,281</u>
Accrued grant income	376,165	-
Accrued fees	390,877	128,249
Accrued interest	28,155	6,724
	<u>2,512,400</u>	<u>2,002,254</u>

**6 Other Financial Assets**

	2022	2021
	\$	\$
CURRENT		
Investments in managed funds - held at amortised cost	861,746	861,751
	<u>861,746</u>	<u>861,751</u>
NON-CURRENT		
Listed shares at fair value through other comprehensive income	493,843	707,160
	<u>493,843</u>	<u>707,160</u>
	<u>1,355,589</u>	<u>1,568,911</u>

**Eskleigh Foundation Incorporated**

**Notes to the Financial Statements**

**For the Year Ended 30 June 2022**

**7 Property, plant and equipment**

	2022	2021
	\$	\$
<b>LAND AND BUILDINGS</b>		
At fair value	8,435,000	6,281,032
Less accumulated depreciation	-	(448,363)
	<u>8,435,000</u>	<u>5,832,669</u>
Capital works in progress		
At cost	59,017	8,053
Structural improvements		
At cost	1,344	143,383
Less accumulated depreciation	-	(14,519)
	<u>1,344</u>	<u>128,864</u>
<b>Total land and buildings</b>	<u><b>8,495,361</b></u>	<u><b>5,969,586</b></u>
<b>PLANT AND EQUIPMENT</b>		
Plant and equipment		
At cost	1,401,381	1,310,131
Less accumulated depreciation	(1,029,362)	(921,014)
	<u>372,019</u>	<u>389,117</u>
Motor vehicles		
At cost	-	37,867
Less accumulated depreciation	-	(3,289)
	<u>-</u>	<u>34,578</u>
Computer equipment		
At cost	835,662	706,678
Less accumulated depreciation	(627,125)	(532,636)
	<u>208,537</u>	<u>174,042</u>
Art collection		
At fair value	172,382	173,399
Less accumulated depreciation	-	(49,164)
	<u>172,382</u>	<u>124,235</u>
<b>Total plant and equipment</b>	<u><b>752,938</b></u>	<u><b>721,972</b></u>

**Eskleigh Foundation Incorporated**

**Notes to the Financial Statements**

**For the Year Ended 30 June 2022**

**7 Property, plant and equipment**

RIGHT-OF-USE

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Motor Vehicles		
At cost	697,459	519,593
Accumulated depreciation	<u>(270,177)</u>	<u>(128,085)</u>
	<u>427,282</u>	<u>391,508</u>
Computer Equipment		
At cost	35,875	35,875
Accumulated depreciation	<u>(25,059)</u>	<u>(16,365)</u>
	<u>10,816</u>	<u>19,510</u>
Total right-of-use	<u>438,098</u>	<u>411,018</u>
Total property, plant and equipment	<u>9,686,397</u>	<u>7,102,576</u>

Eskleigh Foundation Incorporated

Notes to the Financial Statements  
For the Year Ended 30 June 2022

7 Property, plant and equipment

(a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Capital Works in Progress	Land and buildings	Structural improvements	Plant and Equipment	Motor Vehicles	Computer Equipment	Art Collection	Right-of-Use -			Total
								Motor Vehicles	Equipment	Right-of-Use Equipment	
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Year ended 30 June 2022											
Opening balance	8,053	5,832,669	128,864	389,117	34,578	174,042	124,235	391,508	19,510		7,102,576
Additions	50,984		55,581	99,735	-	130,731	-	177,866	-	-	514,877
Disposals	-	-	-	(1,327)	(33,043)	(385)	-	-	-	-	(34,755)
Transfers	-	172,691	(172,691)	-	-	-	-	-	-	-	-
Revaluation	-	2,552,148	-	-	-	-	65,505	-	-	-	2,617,653
Depreciation	-	(122,508)	(10,410)	(115,506)	(1,535)	(95,851)	(17,358)	(142,092)	(8,694)		(513,954)
Closing balance	59,017	8,435,000	1,344	372,019	-	208,537	172,382	427,282	10,816		9,686,397

## Eskleigh Foundation Incorporated

### Notes to the Financial Statements For the Year Ended 30 June 2022

#### 7 Property, plant and equipment

##### (b) Fair Value Measurement

The Association measures the following property, plant and equipment at fair value on a recurring basis:

##### *Land and Buildings*

Land and building valuations were carried out by independent valuer Opteon Property Group Pty Ltd as at 30 June 2022. Consideration has been given by the Valuers to recent transactions of comparable properties. However, some properties did not have any comparable recent transactions.

In the absence of a comparable property, a Depreciated Replacement Cost valuation method has been used.

##### *Art Collection*

The Art Collection valuation was carried out by independent valuer Alexandra Wilcox, Australian Art Valuers, at 30 June 2022. The valuation was completed for insurance purposes, with the valuation based upon prevailing primary and secondary art market conditions. The insurance value is the replacement value from a commercial gallery, or for a similar item to be commissioned.

#### 8 Trade and Other Payables

	2022	2021
	\$	\$
CURRENT		
Trade payables	477,468	376,811
Sundry creditors and accruals	804,403	1,652,547
GST collected	42,894	31,880
Other payables	132,079	118,390
	<u>1,456,845</u>	<u>2,179,625</u>



**Eskleigh Foundation Incorporated**

**Notes to the Financial Statements**  
**For the Year Ended 30 June 2022**

**9 Provisions**

	2022	2021
	\$	\$
<b>CURRENT</b>		
Annual leave	1,292,474	1,074,048
Long service leave	114,303	136,296
	<u>1,406,777</u>	<u>1,210,344</u>
	2022	2021
	\$	\$
<b>NON-CURRENT</b>		
Long service leave	203,996	264,023
	<u>203,996</u>	<u>264,023</u>

	Total provisions
	\$
<b>Analysis of provisions</b>	
Opening balance at 1 July 2021	1,474,367
Additional provisions	1
Provisions used	<u>(1)</u>
<b>Balance at 30 June 2022</b>	<u><u>1,474,367</u></u>

**10 Reserves**

**(a) Asset Revaluation Reserve**

The asset revaluation reserve records unrealised revaluation increments or decrements on noncurrent assets. Where a previously revalued asset is disposed of, the amount in the asset revaluation reserve related to that asset is transferred back to the accumulated funds.

**(b) Operating Reserve**

Eskleigh Foundation Incorporated has developed and adopted a Financial Management Policy. The purpose of this policy is to ensure Eskleigh Foundation Incorporated keeps accurate financial records, submits annual reports, undertakes an annual audit and at all times is an organisation with sound financial probity. One aspect of the policy related to the creation of an Operating Reserve. The Operating Reserve is intended to provide an internal source of funds for situations such as a sudden increase in expenses, one-time unbudgeted expenses, unanticipated loss in funding, or uninsured losses. Operating Reserves are not intended to replace a permanent loss of funds or to eliminate an ongoing budget gap. Operating Reserves used are to be replenished as soon as that becomes feasible. The Operating Reserve Fund is defined as the designated fund set aside by action of the Board. It should contain an amount sufficient to continue its main operations measured for two (2) months. The Operating Reserve serves a dynamic role and will be reviewed and adjusted in response to both internal and external changes.

The Operating Reserve fund will be funded with surplus, unrestricted, operating funds. The Board may from time to time direct that a specific source of revenue be set aside for Operating Reserves. Examples could include one-time gifts or bequests, special grants, or special appeals.

Eskleigh Foundation Incorporated

**Notes to the Financial Statements**

For the Year Ended 30 June 2022

**11 Financial Risk Management**

		2022	2021
		\$	\$
<b>Financial assets</b>			
Held at amortised cost			
	Cash and cash equivalents	4 7,428,672	7,387,654
	Trade and other receivables	5 2,512,400	2,002,254
	Investments in managed funds	6 861,746	861,751
Fair value through OCI			
	Shares in listed companies	6 493,843	707,160
	<b>Total financial assets</b>	<b>11,296,661</b>	<b>10,958,819</b>
<b>Financial liabilities</b>			
Financial liabilities measured at amortised cost			
	Trade and other payables	8 1,456,844	2,179,628
	<b>Total financial liabilities</b>	<b>1,456,844</b>	<b>2,179,628</b>

**Financial assets and liabilities measured at fair value**

Some of the Association's financial assets and liabilities are measured at fair value at the end of each reporting period. The following provides information about how the fair value of these financial assets and liabilities are determined:

Cash and Investments in managed funds

Carrying value approximates fair value as they have a short term to maturity or are receivable on demand

Account receivables

Carrying amount approximates fair value as they are short term in nature

Shares in listed companies

Quoted bid prices in an active market

Trade and other payables

Carrying amount approximates fair value as they are short term in nature

**12 Members' Guarantee**

The Association is registered with the *Australian Charities and Not-for-profits Commission Act 2012* and is a Association limited by guarantee. Each member is indemnified out of the assets of the Association against all losses and other liabilities incurred providing no act or omission that was not in good faith and no wilful breach was committed. At 30 June 2022 the number of members was 26 (2021: 28).

**13 Key Management Personnel Disclosures**

The remuneration paid to key management personnel of the Association is \$ 899,486 (2021: \$ 845,320).

**14 Auditors' Remuneration**

## Eskleigh Foundation Incorporated

### Notes to the Financial Statements

For the Year Ended 30 June 2022

#### 14 Auditors' Remuneration

	2022	2021
	\$	\$
	2022	2021
	\$	\$
Remuneration paid/payable to the auditor Newton & Henry Pty Ltd for the audit of the financial statements	16,000	-
Remuneration paid/payable to the auditor Newton & Henry Pty Ltd for other services	4,500	-
Remuneration paid/payable to the auditor Wise Lord & Ferguson for the audit of the financial statements	-	12,800
	<u>20,500</u>	<u>12,800</u>

Other services include assistance with preparation of the financial statements

#### 15 Contingencies

In the opinion of those charged with governance, the Association did not have any contingencies at 30 June 2022 (30 June 2021:None).

#### 16 Events after the end of the Reporting Period

The financial report was authorised for issue on 10 November 2022 by those charged with governance.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

#### 17 Employee benefits

	2022	2021
	\$	\$
<b>Defined contribution plans</b>		
Amount recognised as an expense for defined contribution plans	1,572,268	1,130,025

**Eskleigh Foundation Incorporated**

**Board of Management Declaration**

The Board of Management declare that in their opinion:

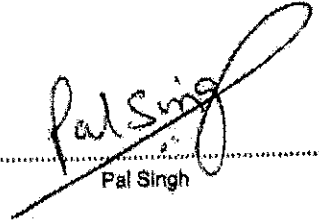
- there are reasonable grounds to believe that Eskleigh Foundation Incorporated is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Chair .....

  
Les Baxter

Treasurer .....

  
Pal Singh

Dated

11/11/2022

## Auditor's Independence Declaration under Subdivision 60-C section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012

To the Directors of Eskleigh Foundation Incorporated

As auditor for the audit of Eskleigh Foundation Incorporated for the year ended 30 June 2022, I declare that, to the best of my knowledge and belief, there have been:

- no contraventions of the independence requirements of the *Australian Charities and Not-for-Profits Commission Act 2012* in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.



Newton & Henry



Andrew Gray  
*Partner*

Launceston

14 November 2022

## Independent Audit Report to the members of Eskleigh Foundation Incorporated

### Opinion

We have audited the financial report of the Eskleigh Foundation Incorporated (the Foundation), which comprises the Statement of Financial Position as at 30 June 2022, the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes to the financial statements and the Declaration by the Board of Management.

In our opinion, the accompanying financial report of the Foundation 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 Foundation's financial position as at 30 June 2022 and of its financial performance for the year then ended; and
- (ii) complying with *Australian Accounting Standards – Simplified Disclosure Standard* and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

### 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 are independent of the Foundation in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (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 opinion.

### Responsibilities of Board of Management for the Financial Report

The Board of Management of the Foundation are responsible for the preparation of the financial report that gives a true and fair view in accordance with *Australian Accounting Standards – Simplified Disclosure Standard* and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the Board of Management 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.

#### Partners

**Michael Hine**  
**Nigel Briggs**  
**Jim Dennis**  
**Andrew Gray**



Newton & Henry

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In preparing the financial report, the Board of Management are responsible for assessing the Foundation 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 Board of Management either intend to liquidate the Foundation or to cease operations, or have 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 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 the financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain 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.
- Obtain 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 Foundation internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Management.
- Conclude on the appropriateness of the 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 Foundation'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 the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Management 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 Board of Management 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, and where applicable, related safeguards.

**Other matter**

The financial report of the prior period was audited by Wise Lord & Ferguson and an unmodified opinion was expressed on 9 November 2021.



Newton & Henry



Andrew Gray  
*Partner*

Launceston

14 November 2022