

Tweed Regional Gallery Foundation Ltd

ABN 29 003 230 073

Financial Statements

For the Year Ended 30 June 2023

Tweed Regional Gallery Foundation Ltd

ABN 29 003 230 073

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For the Year Ended 30 June 2023

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Tweed Regional Gallery Foundation Ltd

ABN 29 003 230 073

Directors' Report

30 June 2023

The directors present their report on Tweed Regional Gallery Foundation Ltd for the financial year ended 30 June 2023.

General information

Directors

The names of the directors in office at any time during, or since the end of, the year are:

Names	Position	Appointed/Resigned
Warren Polglase	President	
Sally Campbell	Vice President	
David Wolff	Honorary Secretary	
Richard Roberts	Honorary Treasurer	
Alan Pigott	Director	Appointed 23 November 2022
Andrew Illingworth	Director	Appointed 23 November 2022
Justine Costello	Director	Appointed 23 November 2022
Lisa White	Director	
Makala Schofield	Director	Appointed 23 November 2022
Michael Rayner	Director	Resigned 23 November 2022
Penny Bond	Director	Resigned 23 November 2022
Susan Hoy	Director	Resigned 23 November 2022
Alan Conder	Director	Appointed 23 November 2022 / Resigned 13 December 2022

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal activities and significant changes in nature of activities

The principal activities of Tweed Regional Gallery Foundation Ltd during the financial year were:

- the continuing provision of support and benefit to the Tweed Regional Gallery.

There were no significant changes in the nature of Tweed Regional Gallery Foundation Ltd's principal activities during the financial year.

Tweed Regional Gallery Foundation Ltd

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Directors' Report

30 June 2023

General information

Principal activities and significant changes in nature of activities

Meetings of directors

During the financial year, [insert number] meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Warren Polglase	6	6
Sally Campbell	6	5
David Wolff	6	6
Richard Roberts	6	6
Alan Pigott	3	3
Andrew Illingworth	3	3
Justine Costello	3	1
Lisa White	6	3
Makala Schofield	3	3
Michael Rayner	3	1
Penny Bond	3	3
Susan Hoy	3	-
Alan Conder	-	-

Indemnification and insurance of officers and auditors

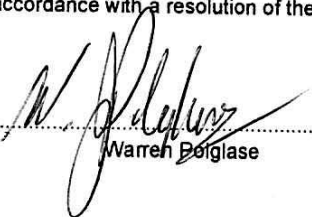
No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of Tweed Regional Gallery Foundation Ltd.

Auditor's independence declaration

The auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001* for the year ended 30 June 2023 has been received and can be found on page 3 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director:


Warren Polglase

Director:


Richard Roberts

Dated this 6th day of September 2023

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF
TWEED REGIONAL GALLERY FOUNDATION LTD**

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, as auditor for the audit of Tweed Regional Gallery Foundation Ltd for the year ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been:

- (i) No contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) No contraventions of any applicable code of professional conduct in relation to the audit.



Johann Swanepoel CA
Director
Registered Audit Company (No. 342 577)
Registered Auditor (No. 549613)

Fortitude Valley, 8 September 2023

Tweed Regional Gallery Foundation Ltd

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Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2023

		2023	2022
	Note	\$	\$
Revenue	4	138,019	122,012
Finance income	5	53,849	13,248
Other income	4	3,465	-
Administrative expenses		(30,753)	(21,009)
Other expenses		(210,404)	(55,608)
Finance expenses	5	-	(84,476)
Profit before income tax		(45,824)	(25,833)
Income tax expense		-	-
Profit from continuing operations		(45,824)	(25,833)
Profit for the year		(45,824)	(25,833)
Other comprehensive income, net of income tax			
Total comprehensive income for the year		(45,824)	(25,833)

The accompanying notes form part of these financial statements.

Tweed Regional Gallery Foundation Ltd

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Statement of Financial Position As At 30 June 2023

	Note	2023 \$	2022 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	1,146,387	1,234,898
Trade and other receivables	7	2,117	14,964
Other financial assets	8	310,234	265,524
Current tax receivable		922	-
TOTAL CURRENT ASSETS		1,459,660	1,515,386
NON-CURRENT ASSETS			
TOTAL ASSETS		1,459,660	1,515,386
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	2,750	12,652
TOTAL CURRENT LIABILITIES		2,750	12,652
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		2,750	12,652
NET ASSETS		1,456,910	1,502,734
EQUITY			
Retained earnings		1,456,910	1,502,734
TOTAL EQUITY		1,456,910	1,502,734

The accompanying notes form part of these financial statements.

Tweed Regional Gallery Foundation Ltd

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Statement of Changes in Equity For the Year Ended 30 June 2023

2023

	Note	Retained Earnings \$	Total \$
Balance at 1 July 2022		1,502,734	1,502,734
Profit attributable to members of the parent entity		(45,824)	(45,824)
Balance at 30 June 2023		<u>1,456,910</u>	<u>1,456,910</u>

2022

	Note	Retained Earnings \$	Total \$
Balance at 1 July 2021		1,528,567	1,528,567
Profit attributable to members of the parent entity		(25,833)	(25,833)
Transactions with owners in their capacity as owners			
Balance at 30 June 2022		<u>1,502,734</u>	<u>1,502,734</u>

The accompanying notes form part of these financial statements.

Tweed Regional Gallery Foundation Ltd

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Statement of Cash Flows For the Year Ended 30 June 2023

	2023	2022
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	47,090	22,912
Payments to suppliers and employees	(251,059)	(135,527)
Distributions received	12,706	-
Donations received	97,864	95,630
Interest received	4,888	1,753
Net cash provided by/(used in) operating activities	(88,511)	(15,232)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of financial assets	-	(350,000)
Net cash provided by/(used in) investing activities	-	(350,000)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net increase/(decrease) in cash and cash equivalents held	(88,511)	(365,232)
Cash and cash equivalents at beginning of year	1,234,898	1,600,130
Cash and cash equivalents at end of financial year	6 1,146,387	1,234,898

The accompanying notes form part of these financial statements.

Tweed Regional Gallery Foundation Ltd

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Notes to the Financial Statements

For the Year Ended 30 June 2023

The financial report covers Tweed Regional Gallery Foundation Ltd as an individual entity. Tweed Regional Gallery Foundation Ltd is a not-for-profit Company, registered and domiciled in Australia.

The principal activities of the Company for the year ended 30 June 2023 were the continuing provision of support and benefit to the Tweed Regional Gallery.

The functional and presentation currency of Tweed Regional Gallery Foundation Ltd is Australian dollars.

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 contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services.

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Company have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

(b) Income tax

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

(c) Volunteer services

No amounts are included in the financial statements for services donated by volunteers.

Notes to the Financial Statements

For the Year Ended 30 June 2023

2 Summary of Significant Accounting Policies

(d) Financial instruments

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 Company classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - equity instrument (FVOCI - equity)
- fair value through other comprehensive income - debt investments (FVOCI - debt)

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

Fair value through other comprehensive income

Equity instruments

The Company has a number of strategic investments in listed and unlisted entities over which they do not have significant influence nor control. The Company 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 (financial asset reserve). On disposal any balance in the financial asset reserve is transferred to retained earnings and is not reclassified to profit or loss.

Dividends are recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI.

(e) 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.

Notes to the Financial Statements

For the Year Ended 30 June 2023

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.

Key estimates - fair value of financial instruments

The Company has certain financial assets and liabilities which are measured at fair value. Where fair value has not been able to be determined based on quoted price, a valuation model has been used. The inputs to these models are observable, where possible, however these techniques involve significant estimates and therefore fair value of the instruments could be affected by changes in these assumptions and inputs.

Key estimates - receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

4 Other Revenue and Income

Revenue from continuing operations

	2023	2022
	\$	\$
Revenue recognised on receipt (not enforceable or no sufficiently specific performance obligations - AASB 1058)		
- member subscriptions	7,000	8,000
- donations	97,864	95,630
- events	33,155	18,382
Total Revenue	138,019	122,012
	2023	2022
	\$	\$
Other Income		
- other income	3,465	-
	3,465	-
Total Revenue and Other Income	141,484	122,012

Notes to the Financial Statements

For the Year Ended 30 June 2023

5 Finance Income and Expenses

Finance income

	2023	2022
	\$	\$
Bank interest	4,888	1,648
Relating to investments held at FVTPL	4,251	11,600
Net gain on financial assets at FVTPL	44,710	-
Total finance income	53,849	13,248

Finance expenses

	2023	2022
	\$	\$
Net loss on financial assets at FVTPL	-	84,476
Total finance expenses	-	84,476

6 Cash and Cash Equivalents

	2023	2022
	\$	\$
Cash at bank and in hand	942,728	660,902
Term deposits	203,659	573,996
	1,146,387	1,234,898

7 Trade and Other Receivables

	2023	2022
	\$	\$
CURRENT		
Trade receivables	-	3,470
Other receivables	2,117	11,494
Total current trade and other receivables	2,117	14,964

8 Other Financial Assets

(a) Financial assets at fair value

	2023	2022
	\$	\$
CURRENT		
Equity securities - designated at fair value through Profit or Loss	310,234	265,524
Total	310,234	265,524

Notes to the Financial Statements

For the Year Ended 30 June 2023

9 Trade and Other Payables

	2023	2022
Note	\$	\$
CURRENT		
Accrued audit fees	2,750	6,094
Other Accrued expenses	-	6,558
	2,750	12,652

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

10 Members' Guarantee

The Company is registered with the *Australian Charities and Not-for-profits Commission Act 2012* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 20 each towards meeting any outstanding obligations of the Company. At 30 June 2023 the number of members was 211 (2022: 213).

11 Key Management Personnel Disclosures

There is no remuneration paid to key management personnel of the Company.

12 Contingencies

In the opinion of those charged with governance, the Company did not have any contingencies at 30 June 2023 (30 June 2022: None).

13 Related Parties

(a) The Company's main related parties are as follows:

Key management personnel - refer to Note 11.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

14 Events After the End of the Reporting Period

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

Tweed Regional Gallery Foundation Ltd

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Notes to the Financial Statements

For the Year Ended 30 June 2023

15 Statutory Information

The registered office and principal place of business of the company is:

Tweed Regional Gallery Foundation Ltd
2 Mistral Street
South Murwillumbah NSW 2484

Tweed Regional Gallery Foundation Ltd

ABN 29 003 230 073

Responsible Persons' Declaration

The responsible persons declare that in the responsible persons' opinion:

- there are reasonable grounds to believe that the registered entity 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*.

Responsible person


Warren Polglase

Responsible person


Richard Roberts

Dated

6th September, 2023



**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
TWEED REGIONAL GALLERY FOUNDATION LTD**

Opinion

We have audited the accompanying financial report of Tweed Regional Gallery Foundation Ltd which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the Directors' declaration.

In our opinion, the financial report of Tweed Regional Gallery Foundation Ltd ("the company") is in accordance with the *Corporations Act 2001* and with *Division 60 of the Australian Charities and Not-for-Profits Commission Act 2012 (ACNC Act)* including:

- i. giving a true and fair view of the company's financial position as at 30 June 2023 and of its financial performance for the year ended on that date; and
- ii. complying with Australian Accounting Standards – Simplified Disclosures and the *Corporations Regulations 2001* and *Division 60 of the Australian Charities and Not-for-Profits Commission Regulation 2013*.

Basis of 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 company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

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

Other Information

The Directors are responsible for the other information. The other information comprises the information included in the company's annual report for the year ended 30 June 2023, but does not include 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 thereon.

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 that fact. We have nothing to report in this regard.

Responsibility of the Directors for the Financial Report

The Directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

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 company'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 company 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 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, and where applicable, related safeguards.



Johann Swanepoel CA
Director
Registered Audit Company (No. 342 577)
Registered Auditor (No. 549613)

Fortitude Valley, 8 September 2023