

# **TOOWONG ROWING FOUNDATION**

## **2023 ANNUAL REPORT**

# **Toowong Rowing Foundation Limited**

(Limited by guarantee)

A.C.N. 644 771 620

The Toowong Rowing Foundation exists to provide long term support for the Toowong Rowing Club.

## **Board of Directors**

Robert van Mourik (Chair)

Andrew McLean Williams (Vice Chair)

Russell Kerrison

Peter Macgregor (Treasurer)

## **Secretary**

Robert Gunningham

## **Auditor**

J O'Connor Pty Ltd

PO Box 3361, Warner Qld

(07) 3048 5727

## **Other**

[www.toowongrf.org](http://www.toowongrf.org)

[info@toowongrf.org](mailto:info@toowongrf.org)

37 Keith St, St Lucia Qld 4067

## Chair's Message

Toowong Rowing Foundation Limited was incorporated on 1 October 2020 and on 21 November 2020 it executed a trust deed forming the Toowong Rowing Foundation. Consequently, I am pleased to provide you with our third annual report on the activities of the foundation for the year ended 30 June 2023.

The foundation received \$13,852 in grants, donations, and interest (2022: \$9,743). After expenses of \$2,020 (2022: \$4,884) it recorded a surplus of \$11,832 (2022: \$4,859), resulting in an increase in net assets to \$116,306 (2022: \$105,801). These funds are currently held in the foundation's cash management account.

Since its inception, the foundation has provided \$6,000 in donations to the rowing club and an additional \$2,000 in July 2023.

Your board of directors continues to nurture its relationship with the rowing club, its members, and benefactors. After three years of operations, it is worthwhile reflecting on the foundation's objectives and structure.

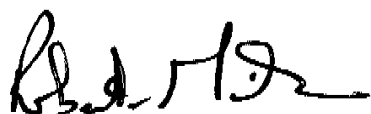
The foundation exists to raise funds for the benefit of the rowing club and to establish a secure financial base to provide income and protect the club from any misfortune that might affect it. In the past, the club has been fortunate to call upon the goodwill of generous sponsors such as Cal Malouf, Jack Hutchinson, and Silvio Pradella for this security, however, a successful and well-funded foundation ensures the club's independence.

While the rowing club is the sole beneficiary of the trust fund that is the foundation, the club and the foundation are separate and independent legal entities. Neither can control the other, a necessary condition applicable to trust funds. The foundation seeks to support the management committee consistent with its own long term financial objectives.

The foundation is managed by its board of directors, and they are elected by the members of the trustee company. These members are drawn from current and former presidents and vice presidents of the rowing club, who have been elected to their positions because of their long experience in leadership roles in the club. Thus, it is appropriate that they are the custodians of the foundation on behalf of the club. Consequently, we have proposed that the importance of that responsibility could be reflected in the club's constitution.

Our objective is to utilise the skills, abilities, and connections of our board members to create wealth and build the asset base of the foundation to establish income producing assets for the long-term benefit of the rowing club. We are also seeking to recruit additional directors with appropriate skills and experience.

Finally, I would like to express my appreciation for the support of your directors, Andrew McLean Williams, Russell Kerrison and Peter Macgregor, and our secretary, Robert Gunningham; their wisdom and counsel is invaluable.

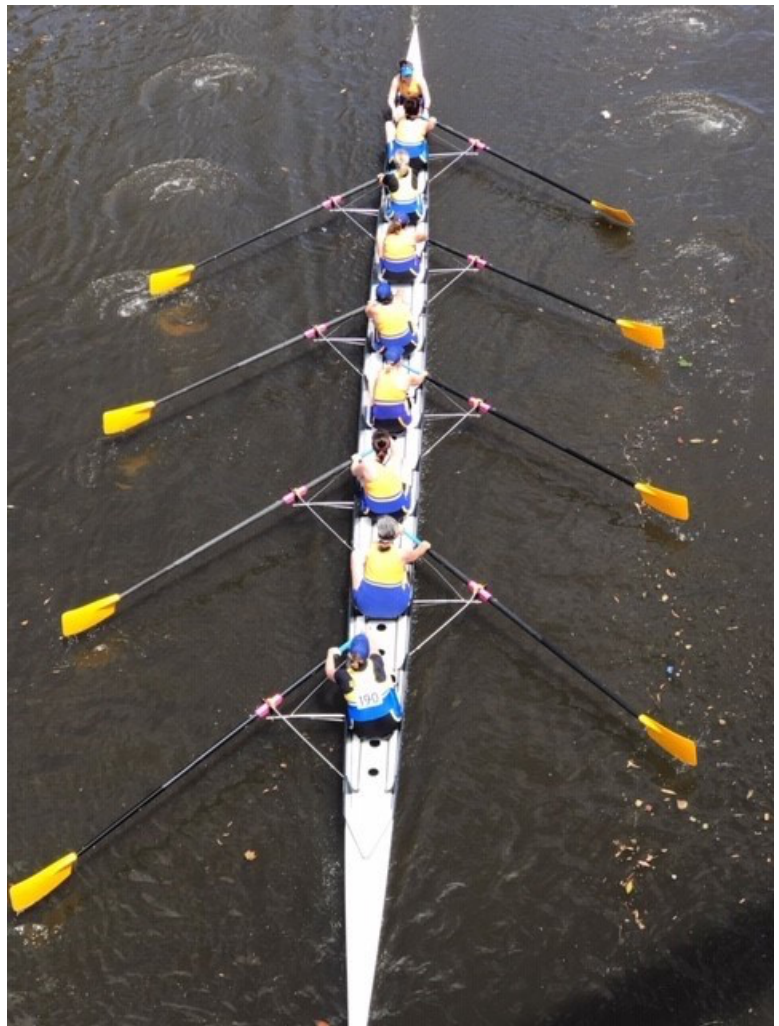


Robert van Mourik  
Chair

30 June 2023

# Financial Report

Toowong Rowing Foundation



# Statement of income

For the year ended 30 June 2023

	2023	2022
	\$	\$
<b>INCOME</b>		
Donations received	1,477.50	2,027.50
Grants received - ASF	9,014.85	7,554.28
Interest received	3,359.77	160.93
<b>Total Income</b>	<b>13,852.12</b>	<b>9,742.71</b>
<b>EXPENSES</b>		
Accounting and legal advice	-	2,780.00
ASIC fees and levy	1,595.00	1,479.00
Audit fees	400.00	600.00
Domain name renewal	25.00	25.00
<b>Total expenses</b>	<b>2,020.00</b>	<b>4,884.00</b>
<b>Surplus</b>	<b>11,832.12</b>	<b>4,858.71</b>
Transfer to Income Reserve	(1,339.77)	12.79
Transfer to Capital Reserve	(10,492.35)	(4,871.50)
	<b>(11,832.12)</b>	<b>(4,858.71)</b>
Income tax	-	-
<b>Net Surplus</b>	<b>-</b>	<b>-</b>

The accompanying notes for part of these financial statements.

# Statement of financial position

As of the 30 June 2023

	2023	2022
	\$	\$
<b>CURRENT ASSETS</b>		
Cash at bank	115,622.08	105,235.97
GST receivable	65.88	-
<b>Total Current Assets</b>	<b>115,687.96</b>	<b>105,235.97</b>
<b>NON-CURRENT ASSETS</b>		
Formation costs	945.00	945.00
<b>Total Non-Current Assets</b>	<b>945.00</b>	<b>945.00</b>
<b>Total Assets</b>	<b>116,632.96</b>	<b>106,180.97</b>
<b>CURRENT LIABILITIES</b>		
Accounts payable	326.98	-
GST payable	-	380.13
<b>Total Current Liabilities</b>	<b>326.98</b>	<b>380.13</b>
<b>Net Assets</b>	<b>116,305.98</b>	<b>105,800.84</b>
<b>TRUST FUNDS</b>		
Settlement	10.00	10.00
Income Reserve - note 2	-	(12.79)
Capital Reserve - note 3	116,295.98	105,803.63
<b>Total Trust Funds</b>	<b>116,305.98</b>	<b>105,800.84</b>

The accompany notes for part of these financial statements.

# Notes to the financial statements.

For the year ended 30 June 2023



## Note 1: Statement of significant accounting policies.

### Preamble

The Toowong Rowing Foundation was established on 21 November 2020 by Trust Deed. It is a trust fund with the Toowong Rowing Club as its sole beneficiary. The trustee is Toowong Rowing Foundation Ltd, a public company limited by guarantee.

### Objectives

- a) Receive funds from benefactors and invest those funds for the long-term benefit of the Toowong Rowing Club.
- b) Provide financial support for the construction, maintenance and operation of boatsheds and associated infrastructure for the long-term benefit of the club and the local community.
- c) Provide financial support for the acquisition of boats and associated rowing equipment.
- d) Provide financial support to subsidise membership fees for youth rowers.
- e) provide financial support for rowers selected to participate in high performance rowing programmes.
- f) Provide protection against any adverse financial or other events which may occur, that are outside the control of the club.
- g) Give such other financial assistance and undertake such other activities considered by the Trustee to be in accord with these objects.
- h) Promote the club's role and participation within the local community.

### Legal Structure

- a) The legal structure of the foundation is a trust fund, Toowong Rowing Foundation, with a trustee, Toowong Rowing Foundation Ltd.
- b) The foundation exists to provide long term support for Toowong Rowing Club and its members in accordance with its objectives as set out in both the constitution and the trust deed.
- c) The sole purpose of the company, Toowong Rowing Foundation Limited, is to act as trustee of the foundation through its board of directors.
- d) The trustee is a "Public Company Limited by Guarantee"; rather than having voting "shareholders" it has voting "members".
- e) As the foundation is a trust fund and as the club is the only beneficiary of the fund, the club and its management committee cannot participate in the membership or management of the trustee company.
- f) The board of directors of the trustee must be appropriately qualified and experienced to warrant the confidence of prospective donors to the foundation.
- g) The responsibility for selecting the board of directors' rests with the members of the trustee company who elect them.
- h) In view of their experience over many years of membership and participation in leadership roles within the club, the president and vice presidents, past and present, comprise an appropriate group to be charged with the responsibility, as members, for selecting the board of directors.

### Statement of significant accounting policies

This financial report is a special purpose financial report prepared to satisfy the financial reporting requirements of the Trust Deed of the Toowong Rowing Foundation (the Foundation) Trust Deed dated the 21 November 2020 and the Deed of Variation dated 22 October 2021. In the opinion of those charged with governance, the Foundation is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored to satisfy all their information needs. The financial report has been prepared on an accruals basis and is based on historic costs and does not consider changing money values or, except where specifically stated, current valuations of non-current assets.

**Material**

Information is material if omitting, misstating, or obscuring it could reasonably be expected to influence decisions that the primary users of financial statements make based on those financial statements, which provide financial information about a specific reporting entity.

**Revenue**

Revenue is recognised when it is probable that the economic benefit will flow to the Foundation and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

**Donations income**

Donations and bequest are recognised at the time the funds are deposited into a bank account.

**Grants income**

Grants income is recognised when it is received or when the right to receive payment is established.

**Other revenue**

Other revenue is recognised when it is received or when the right to receive payment is established.

**Expenditure**

Expenses are recognised in profit or loss upon utilisation of the service or at the date of their origin.

**Income tax**

The Foundation is subject to tax and the Trustee shall lodge all tax returns for the Foundation and pay any tax from the fund.

"Earnings" means:

- (a) amounts which, by virtue of the definition of 'net income' in relation to a trust estate contained in section 95 of the ITAA (Income Tax Assessment Act) 1936, comprise the net income of the trust estate evidenced by this Deed other than notional amounts and amounts ("Excluded Amounts") determined by the Trustee not to be treated as Income; and
- (b) amounts ("included Amounts") which the Trustee has determined to be Income which but for that determination would not be included in Income including any notional amount or other amount; and Excluded Amounts and Included Amounts may be positive or negative and may, amongst other things, be due to differences of timing or permanent or other differences including:
  - (i) amounts that are assessable under the ITAA which are not income for accounting purposes.
  - (ii) amounts that are not assessable under the ITAA which are income for accounting purposes.
  - (iii) amounts that are allowable deductions under the ITAA which are not an expense for accounting purposes.
  - (iv) amounts that are not deductible under the ITAA, but which are expenses for accounting purposes; or
  - (v) such other differences or adjustments as the Trustee determines; provided that, unless the Trustee determines a different amount of Income which involves an Excluded Amount or an Excluded Amount, income shall be 'net income' determined under section 95 of the ITAA 1936 excluding notional amounts.



**Goods and Services Tax ('GST') and other similar taxes**

Revenues, expenses, and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

	2023	2022
	\$	\$
<hr/>		
<b>Note 2: Income reserve</b>		
Opening balance	(12.79)	-
Transfer from income statement	1,339.77	(12.79)
Income distribution	(1,326.98)	-
<b>Closing balance</b>	-	(12.79)

**Note 3: Capital reserve**

Opening balance	105,803.63	106,932.13
Transfer from income statement	10,492.35	4,871.50
Income distribution	-	(6,000.00)
<b>Closing balance</b>	116,295.98	105,803.63

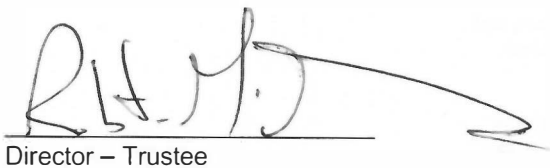
## Statement by Trustee

For the year ended 30 June 2023

Per section 6.2 of the Toowong Rowing Foundation (the Foundation) Trust Deed dated the 21 November 2020.

1. the Foundation is not a reporting entity because there are no user's dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purpose of complying with the Toowong Rowing Foundation (the Foundation) Trust Deed dated the 21 November 2020 and the Deed of Variation dated 22 October 2021.
2. the attached financial statements and notes thereto give a true and fair view of the Foundation's financial position as of **30 June 2023** and of its performance for the financial year ended on that date.
3. there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable; and

Signed in accordance with the Toowong Rowing Foundation (the Foundation) Trust Deed dated the 21 November 2020 and the Deed of Variation dated 22 October 2021.



Director – Trustee

Dated this 12<sup>th</sup> day of Sept 2023.

# Independent audit report

To the Trustee of the Toowong Rowing Foundation

## Report on the Audit of the Financial Report

### Opinion

We have audited the financial report of **Toowong Rowing Foundation** which comprises the statement of income and the statement of financial position as at the **30 June 2023**, the notes to the financial statement, including a summary of significant accounting policies, and the statement by Trustee.

In our opinion the financial report of **Toowong Rowing Foundation** has been prepared in accordance with the Toowong Rowing Foundation (the Foundation) Trust Deed dated the 21 November 2020 and the Deed of Variation dated 22 October 2021

1. giving a true and fair view of the Foundation's financial position as of **30 June 2023** and of its performance for the year ended on that date.
2. complying with accounting policies to the extent described in Note 1, and the Toowong Rowing Foundation (the Foundation) Trust Deed dated the 21 November 2020 and the Deed of Variation dated 22 October 2021.

### 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 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, and we have 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.

### Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist for the purpose of fulfilling the Foundations financial reporting responsibilities under the Toowong Rowing Foundation (the Foundation) Trust Deed dated the 21 November 2020 and the Deed of Variation dated 22 October 2021. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

### Responsibilities of Trustee and Those Charged with Governance for the Financial Report

The Trustee is responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the Toowong Rowing Foundation (the Foundation) Trust Deed dated the 21 November 2020 and the Deed of Variation dated 22 October 2021. The Trustee responsibility also includes such internal controls as the officers 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 Trustee is responsible for assessing the Foundations ability to continue as a going concern, disclosing as applicable, matters relating to going concern and using the going concern basis of accounting unless Trustee either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

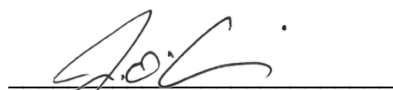
The Trustee is responsible for overseeing the Foundation's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Report**

Our objectives are to obtain reasonable assurance about whether the financial report 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 Standards on Auditing 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 based on this financial report. A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

### **Independence**

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements. <https://apesb.org.au/>



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Jason O'Connor CA  
Chartered Accountant

Liability limited by a scheme approved under Professional Standards Legislation

12.09.2023

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