

# **Community Broadcasting Foundation Ltd**

**ABN: 49 008 590 403**

## **Financial Statements**

**For the Year Ended 30 June 2023**

# Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

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For the Year Ended 30 June 2023

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# Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

## Directors' Report

30 June 2023

The directors present their report on Community Broadcasting Foundation Ltd for the financial year ended 30 June 2023.

### Principal activities

The principal activity of Community Broadcasting Foundation Ltd during the financial year was the promotion of community radio and television broadcasting throughout Australia for the benefit of all Australians.

No significant changes in the nature of the Company's activity occurred during the financial year.

### Vision

Community broadcasting is at the heart of every community.

### Purpose

The Company's purpose is to fund a thriving and resilient future for community broadcasting.

### Outcomes

The Company's outcomes are:

- Community broadcasting where participation and voice create connection and belonging throughout our diverse communities; and
- Capability and viability that secures a sustainable and long-term future for community broadcasters.

### Strategy for achieving the objectives

To achieve these objectives, the Company has adopted the following strategy:

- The Company endorsed a new strategic plan in August 2021. This provides a framework for how the Company will fund a thriving and resilient future for community broadcasting to realise our vision. With our support community broadcasters will be more connected, thriving and resilient, embedded in and a reflection of the diverse communities they represent and serve. The vision and strategic plan, guides and informs how the Company will invest in the sector now and in the future. The framework articulates what the Company will focus on to secure a sustainable, long term future for the sector - one that creates more connection and belonging for the sector's growing communities and audiences.

### Performance measures

The following measures are used within the Company to monitor performance:

- Monitoring measure of success in conjunction with the sector as the next phase in the rollout of the new Strategic Plan.

# Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

## Directors' Report

30 June 2023

### Members' guarantee

Community Broadcasting Foundation Ltd is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 10 for members that are corporations and \$ 10 for all other members, subject to the provisions of the company's constitution.

At 30 June 2023 the collective liability of members was \$ 90 (2022: \$ 90 ).

### Information on directors

Mr. Ian Hamm	(President)
Experience	Non-Executive Director, Melbourne
Ms. Esther Peace	(Vice President)
Experience	Aged Carer, Rockhampton
Ms. Luchi Santer	(Treasurer)
Experience	Business Manager, Top End Health Service, Darwin
Ms. Kim Borrowdale	
Experience	Communication Consultant, Sydney
Ms. Margaret Cassidy	
Experience	Academic / Creator ABC Innovation Research USYD
Dr. Juliet Fox	
Experience	Project Coordinator 3CR and Teaching Associate, Melbourne University, Melbourne
Ms. Nicola Joseph	
Experience	PhD candidate, Producer, Radio presenter and trainer
Mr. Patrick Keyzer	
Experience	Academic and Barrister, ACU Prof Law and Public Policy Dean Thomas More Law School, Melbourne
Mr. Jurgen Schaub	
Experience	Technology Strategist, Melbourne

**Community Broadcasting Foundation Ltd**

ABN: 49 008 590 403

**Directors' Report**

**30 June 2023**

**Meetings of directors**


During the financial year, 7 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
Mr. Ian Hamm	7	7
Ms. Esther Pearce	7	7
Ms. Luchi Santer	7	4
Ms. Kim Borrowdale	7	4
Ms. Margaret Cassidy	7	7
Dr. Juliet Fox	7	7
Ms. Nicola Joseph	7	7
Mr. Patrick Keyzer	7	7
Mr. Jurgen Schaub	7	7

**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 4 of the financial report.

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

Director:  .....  
Mr. Ian Hamm

Director:  .....  
Ms. Maria Luchi Santer

Dated 2 SEPT 2023

02.09.2023

## Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

### **Auditor's Independence Declaration under Section 60-40 of the Charities and Not-for-profits Commission Act 2012 to the Responsible Persons of Community Broadcasting Foundation Ltd**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023, 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.



Andrew Fisher FCA, Partner (auditor registration number 306364) on behalf of  
Banks Group Assurance Pty Ltd, Chartered Accountants  
Authorised audit company registration number 394178 (ACN 115 749 598)

02 September 2023

Melbourne, Australia

## Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

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

		2023	2022
	Note	\$	\$
Revenue	4	1,899,450	1,810,921
Other income	4	428,902	23,816
Employee benefits expense		(1,164,011)	(1,041,538)
Depreciation and amortisation expense		(82,378)	(82,803)
Other expenses		(573,000)	(574,784)
Finance expenses		(9,679)	(14,136)
<b>Surplus for the year</b>		<b>499,284</b>	<b>121,476</b>
<b>Total comprehensive income for the year</b>		<b>499,284</b>	<b>121,476</b>

The accompanying notes form part of these financial statements.

# Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

## Statement of Financial Position As At 30 June 2023

	Note	2023 \$	2022 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	5	5,645,544	5,893,703
Trade and other receivables	6	548,338	464,032
TOTAL CURRENT ASSETS		<u>6,193,882</u>	<u>6,357,735</u>
NON-CURRENT ASSETS			
Property, plant and equipment	7	40,792	51,198
Right-of-use assets	8	82,528	144,424
TOTAL NON-CURRENT ASSETS		<u>123,320</u>	<u>195,622</u>
TOTAL ASSETS		<u>6,317,202</u>	<u>6,553,357</u>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Lease liabilities	8	84,703	76,317
Trade and other payables	9	103,096	29,289
Other financial liabilities	10	3,985,328	4,750,163
Employee benefits	11	203,140	193,906
TOTAL CURRENT LIABILITIES		<u>4,376,267</u>	<u>5,049,675</u>
NON-CURRENT LIABILITIES			
Lease liabilities	8	29,813	113,463
Employee benefits	11	31,149	9,530
TOTAL NON-CURRENT LIABILITIES		<u>60,962</u>	<u>122,993</u>
TOTAL LIABILITIES		<u>4,437,229</u>	<u>5,172,668</u>
NET ASSETS		<u>1,879,973</u>	<u>1,380,689</u>
<b>EQUITY</b>			
Accumulated surplus		<u>1,879,973</u>	<u>1,380,689</u>
TOTAL EQUITY		<u>1,879,973</u>	<u>1,380,689</u>

The accompanying notes form part of these financial statements.



# Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

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

2023

	Accumulated surplus	Total
	\$	\$
<b>Balance at 1 July 2022</b>	<b>1,380,689</b>	<b>1,380,689</b>
Surplus attributable to the entity	499,284	499,284
<b>Balance at 30 June 2023</b>	<b>1,879,973</b>	<b>1,879,973</b>

2022

	Accumulated Surplus	Total
	\$	\$
<b>Balance at 1 July 2021</b>	1,259,213	1,259,213
Surplus attributable to the entity	121,476	121,476
<b>Balance at 30 June 2022</b>	<b>1,380,689</b>	<b>1,380,689</b>

The accompanying notes form part of these financial statements.

# Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

## Statement of Cash Flows For the Year Ended 30 June 2023

	2023	2022
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts on behalf of grant recipients	24,124,110	22,163,900
Payments to grant recipients, suppliers, and employees	(24,704,852)	(21,146,820)
Interest received	427,602	23,816
Net cash provided by/(used in) operating activities	16 <u>(153,140)</u>	<u>1,040,896</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	<u>(10,076)</u>	(9,344)
Net cash provided by/(used in) investing activities	<u>(10,076)</u>	<u>(9,344)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Repayments of lease liabilities	<u>(84,943)</u>	(83,739)
Net cash provided by/(used in) financing activities	<u>(84,943)</u>	<u>(83,739)</u>
Net increase/(decrease) in cash and cash equivalents held	(248,159)	947,813
Cash and cash equivalents at beginning of year	5,893,703	4,945,890
Cash and cash equivalents at end of financial year	5 <u><u>5,645,544</u></u>	<u><u>5,893,703</u></u>

The accompanying notes form part of these financial statements.

# Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

## Notes to the Financial Statements For the Year Ended 30 June 2023

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

The principal activity of the Company for the year ended 30 June 2023 was the promotion of community radio and television broadcasting throughout Australia for the benefit of all Australians.

The functional and presentation currency of Community Broadcasting 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.

##### Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Company are:

##### Administration levy

This is calculated on an annual basis via a decision of the Company board of directors and is based on the Company budgeted operating expenditure for the financial year. This level is deducted from the Commonwealth Government Funds received and is recognised as revenue annually.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2023**

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

##### **(a) Revenue and other income**

###### **Specific revenue streams**

###### **Interest revenue**

Interest revenue is recognised on an accruals basis using the effective interest rate method.

###### **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) 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) Volunteer services**

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

##### **(e) 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.

###### **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 Company, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 2 Summary of Significant Accounting Policies

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

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

Fixed asset class	Depreciation rate
Furniture, Fixtures and Fittings	8.33% - 20%
Computer Equipment	33.33%
Leasehold improvements	8.33%
Fundraising project	13.33% - 33.33%

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.

#### (f) Financial instruments

Financial instruments are recognised initially on the date that the Company 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 Company classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL

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

##### *Amortised cost*

The Company'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, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2023**

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

##### **(f) Financial instruments**

###### **Financial assets**

Financial assets through profit or loss

All financial assets not classified as measured at amortised cost or fair value through other comprehensive income as described above are measured at FVTPL.

###### *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

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Company's historical experience and informed credit assessment and including forward looking information.

The Company uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Company uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Company in full, without recourse to the Company to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

###### *Trade receivables*

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Company has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Company renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2023**

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

##### **(f) Financial instruments**

###### **Financial assets**

*Other financial assets measured at amortised cost*

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

###### **Financial liabilities**

The Company 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 Company comprise trade payables, bank and other loans and lease liabilities.

##### **(g) 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.

##### **(h) Leases**

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

###### **Lessee accounting**

The non-lease components included in the lease agreement have been separated and are recognised as an expense as incurred.

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

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 Company's incremental borrowing rate is used.

## Notes to the Financial Statements

### For the Year Ended 30 June 2023

#### 2 Summary of Significant Accounting Policies

##### (h) Leases

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 Company'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.

##### *Exceptions to lease accounting*

The Company has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Company recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

##### (i) Employee benefits

Provision is made for the Company's liability for employee benefits, those benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

##### **Defined contribution schemes**

Obligations for contributions to defined contribution superannuation plans are recognised as an employee benefit expense in profit or loss in the periods in which services are provided by employees.

#### 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 - impairment of property, plant and equipment**

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

##### **Key estimates - 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.



# Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 3 Critical Accounting Estimates and Judgments

#### Key estimates - grants committed

The Grants and Projects Committed liability required some form of judgement, estimation and assumption due to the requirements of the grants recipients and projects to meet certain criteria to be eligible to receive payment.

### 4 Revenue and Other Income

	2023	2022
	\$	\$
Revenue recognised on receipt		
- administration levies and other income	<u>1,899,450</u>	1,810,921
Other Income		
- other income	1,300	-
- interest income	<u>427,602</u>	23,816
Total other income	<u>428,902</u>	23,816

### 5 Cash and Cash Equivalents

	2023	2022
	\$	\$
Cash at bank and in hand	<u>5,645,544</u>	<u>5,893,703</u>

### 6 Trade and Other Receivables

	2023	2022
	\$	\$
CURRENT		
Trade receivables	12,289	26,227
Provision for impairment	<u>(11,227)</u>	-
	1,062	26,227
GST receivable	<u>547,276</u>	437,805
<b>Total current trade and other receivables</b>	<u>548,338</u>	<u>464,032</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

## Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### 7 Property, plant and equipment

	2023	2022
	\$	\$
Office equipment		
At cost	104,362	94,286
Accumulated depreciation	(75,884)	(64,745)
Total office equipment	<u>28,478</u>	<u>29,541</u>
Leasehold Improvements		
At cost	110,940	110,940
Accumulated amortisation	(98,626)	(89,322)
Total leasehold improvements	<u>12,314</u>	<u>21,618</u>
Fundraising assets		
At cost	8,193	8,193
Accumulated depreciation	(8,193)	(8,154)
Total fundraising assets	<u>-</u>	<u>39</u>
<b>Total property, plant and equipment</b>	<u><b>40,792</b></u>	<u><b>51,198</b></u>

#### 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:

	Office Equipment	Leasehold Improvements	Fundraising assets	Total
	\$	\$	\$	\$
<b>Year ended 30 June 2023</b>				
Balance at the beginning of year	29,541	21,618	39	51,198
Additions	10,076	-	-	10,076
Depreciation expense	(11,139)	(9,304)	(39)	(20,482)
<b>Balance at the end of the year</b>	<u><b>28,478</b></u>	<u><b>12,314</b></u>	<u><b>-</b></u>	<u><b>40,792</b></u>

# Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 8 Leases

#### Company as a lessee

The Company has leases over land and buildings

#### *Terms and conditions of leases*

#### Buildings

The Company leases land and buildings for their corporate office, the lease was for a term of six years ending on 31 October 2024 and does not include any further renewal options.

The corporate office lease contains an annual pricing mechanism based on CPI movements at each anniversary of the lease inception.

#### Right-of-use assets

	Buildings	Total
	\$	\$
<b>Year ended 30 June 2023</b>		
Balance at beginning of year	330,112	330,112
Depreciation charge	(247,584)	(247,584)
<b>Balance at end of year</b>	<b>82,528</b>	<b>82,528</b>

#### Lease liabilities

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	< 1 year	1 - 5 years	> 5 years	Total undiscounted lease liabilities	Lease liabilities included in this Statement Of Financial Position
	\$	\$	\$	\$	\$
<b>2023</b>					
Lease liabilities	89,432	30,198	-	119,630	114,516
<b>2022</b>					
Lease liabilities	85,992	119,629	-	205,621	189,780

# Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 8 Leases

#### Statement of Profit or Loss and Other Comprehensive Income

The amounts recognised in the statement of profit or loss and other comprehensive income relating to interest expense on lease liabilities and short-term leases or leases of low value assets are shown below:

	2023	2022
	\$	\$
Interest expense on lease liabilities	9,679	14,136
Depreciation of right of use assets	61,896	61,896
	<u>71,575</u>	<u>76,032</u>

### 9 Trade and Other Payables

	2023	2022
	\$	\$
CURRENT		
Other payables	<u>103,096</u>	29,289

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 Other Financial Liabilities

	2023	2022
	\$	\$
CURRENT		
Government grants for distribution	<u>3,985,328</u>	4,750,163

#### Reconciliation

	2023	2022
	\$	\$
Opening balances	4,750,163	4,039,821
Funds received	20,975,000	20,149,000
Grants returned and added back to funding pool	135,007	96,676
Administration levy	(1,899,243)	(1,810,896)
Grants paid	(19,975,599)	(17,867,149)
Other	-	142,711
	<u>3,985,328</u>	<u>4,750,163</u>

## Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### 11 Employee Benefits

	2023	2022
	\$	\$
CURRENT		
Provision for annual leave	112,274	116,571
Provision for long service leave	90,866	77,335
	<u>203,140</u>	<u>193,906</u>
NON-CURRENT		
Provision for long service leave	31,149	9,530
	<u>31,149</u>	<u>9,530</u>

#### 12 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 \$ 10 each towards meeting any outstanding obligations of the Company. At 30 June 2023 the number of members was 9 (2022: 9).

#### 13 Key Management Personnel Disclosures

The remuneration paid to key management personnel of the Company is \$ 326,917 (2022: \$ 319,087).

#### 14 Contingencies

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

#### 15 Related Parties

There were no transactions with related parties for the years ended 30 June 2023 and 30 June 2022.

#### 16 Cash Flow Information

##### Reconciliation of result for the year to cashflows from operating activities

	2023	2022
	\$	\$
Surplus for the year	499,284	121,476
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	82,378	82,803
- lease liability financing interest	9,679	14,136
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(84,305)	67,618
- increase/(decrease) in trade and other payables	(691,029)	714,274
- increase/(decrease) in employee benefits	30,853	40,589
Cashflows from operations	<u>(153,140)</u>	<u>1,040,896</u>

## Community Broadcasting Foundation Ltd

ABN: 49 008 590 403

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### 17 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.

#### 18 Fundraising income and expenditure

	2023	2022
<b>Fundraising - donations received</b>		
CB Development Fund	207	24
<b>Fundraising - project costs</b>		
Fundraising expenses - total costs of fundraising	(5)	(39,083)
	<u>202</u>	<u>(39,059)</u>

#### 19 Statutory Information

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

Community Broadcasting Foundation Ltd  
Level 7, 369 Royal Parade  
Parkville VIC 3052

**Community Broadcasting Foundation Ltd**

ABN: 49 008 590 403

**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 .....  
Mr. Ian Hamm

Responsible person .....  
Ms. Maria Luchi Santer

Dated 2 SEPT 2023

02.09.2023

# Independent Audit Report to the members of Community Broadcasting Foundation Ltd

## Report on the Audit of the Financial Report

### Opinion

We have audited the financial report of Community Broadcasting Foundation Ltd, which comprises the statement of financial position as at 30 June 2023, 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, and notes to the financial statements, including a summary of significant accounting policies, and the responsible persons' declaration.

In our opinion the financial report of Community Broadcasting Foundation Ltd has been prepared 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 Registered Entity's financial position as at 30 June 2023 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosures 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 Registered Entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) 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 Responsible Entities for the Financial Report

The responsible persons of the Registered Entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Simplified Disclosures and the ACNC Act, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the responsible persons are responsible for assessing the Registered Entity'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 responsible entities either intends to liquidate the Registered Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Registered Entity's financial reporting process.

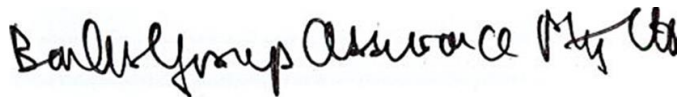


**Community Broadcasting Foundation Ltd**

## **Independent Audit Report to the members of Community Broadcasting Foundation Ltd**

### **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.



Banks Group Assurance Pty Ltd, Chartered Accountants  
Authorised audit company number 294178 (ACN 115 749 598)



Andrew Fisher FCA, Partner  
Registration number 306364

Melbourne, Australia  
02 September 2023