



**BRISBANE POWERHOUSE FOUNDATION  
Financial Report for the year ended 30 June 2015**

**STATEMENT OF COMPREHENSIVE INCOME  
For the Year Ended 30 June 2015**

Note	2015 \$	2014 \$
<b>REVENUE</b>		
Donations & contributions	145,138	393,628
Grants	194,500	266,000
Interest	13,527	11,513
Program revenue	509,579	526,834
<b>Total Revenue and Other Income</b>	<b>862,744</b>	<b>1,197,975</b>
<b>EXPENSES</b>		
Bank fees	429	285
Artist fees and show costs	849,131	1,179,963
<b>Total Expenses</b>	<b>849,560</b>	<b>1,180,248</b>
<b>OTHER COMPREHENSIVE INCOME</b>	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>13,184</b>	<b>17,727</b>

**STATEMENT OF FINANCIAL POSITION  
As at 30 June 2015**

	2015 \$	2014 \$
<b>CURRENT ASSETS</b>		
Cash & cash equivalents	433,607	337,697
Receivables	277,843	500,936
<b>Total Current Assets</b>	<b>711,450</b>	<b>838,633</b>
<b>CURRENT LIABILITIES</b>		
Payables	245,430	353,662
Deferred income	275,514	307,649
<b>Total Current Liabilities</b>	<b>520,944</b>	<b>661,311</b>
<b>NET ASSETS</b>	<b>190,506</b>	<b>177,322</b>
<b>UNITHOLDER'S FUNDS</b>		
Unitholder's interests	10	10
Undistributed surplus/(deficit)	190,496	177,312
<b>Total Unitholder's Funds</b>	<b>190,506</b>	<b>177,322</b>

The above statements should be read in conjunction with the notes and summary of significant accounting policies.



**BRISBANE POWERHOUSE FOUNDATION  
Financial report for the year ended 30 June 2015**

**CASH FLOW STATEMENT**

	Note	2015 \$	2014 \$
<b>NET CASH FLOWS (USED IN)/FROM OPERATING ACTIVITIES</b>			
Receipts from			
Donations & contributions		25,138	13,628
Grants		169,500	266,000
Interest revenue		12,638	11,670
Program ticket sales		477,444	694,373
Payments to suppliers and donations to BPH Pty Ltd		(468,031)	(810,817)
GST receivable from the ATO		(120,779)	(30,169)
<b>Net Cash Flows (used in) from Operating Activities</b>	6	<b>95,910</b>	<b>144,685</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>			
Cash and cash equivalents at the beginning of the period		337,697	193,012
<b>Cash and Cash Equivalents at the End of the Period</b>		<b>433,607</b>	<b>337,697</b>

**STATEMENT OF CHANGES IN EQUITY**

For year ended 30 June 2015	Unitholder Interest \$	Accumulated Surplus \$	Total \$
Opening balance	10	177,312	177,322
Comprehensive income for year	-	13,184	13,184
<b>Balance at end of period</b>	<b>10</b>	<b>190,496</b>	<b>190,506</b>

For year ended 30 June 2014	Unitholder Interest \$	Accumulated Surplus \$	Total \$
Opening balance	10	159,585	159,595
Comprehensive income for year	-	17,727	17,727
<b>Balance at end of period</b>	<b>10</b>	<b>177,312</b>	<b>177,322</b>

The above statements should be read in conjunction with the notes and summary of significant accounting policies.



**BRISBANE POWERHOUSE FOUNDATION  
Financial report for the year ended 30 June 2015**

**Notes to and forming part of the financial statements**

**1. Reporting entity**

**a) Trust information**

Brisbane Powerhouse Foundation (the Trust) is a charitable trust and was established pursuant to a Trust Deed dated 4 November 2008 (the Deed). The financial report of the Trust for the year ended 30 June 2015 was authorised for issue by Brisbane Powerhouse Pty Ltd (the Trustee) on 1 October 2015.

The registered office of the Trustee is 119 Lamington Street, New Farm Qld 4005.

In accordance with the Deed, the Trust was established exclusively for the furtherance of the Trust's Purposes. The Trust's Purposes are:

- to lead arts practice and innovation in arts practice in Brisbane and Australia;
- to promote, encourage, produce and present artistic programs, including performing and visual arts, with a repertoire that is local, national and international;
- to promote knowledge, understanding and enjoyment of the arts and public participation and interest in the arts;
- to provide an environment in which the public can gather to experience the performing arts and which symbolises Brisbane's cultural achievements and reputation; and
- to provide or assist in providing suitable facilities, equipment, resources and expertise in the furtherance of the above Purposes and to erect, acquire or maintain such facilities, equipment or resources necessary to carry out the Purposes.

The Trust is controlled by the Trustee, Brisbane Powerhouse Pty Ltd.

**b) Operating results**

For the year ending 30 June 2015 the Trust has made an accounting surplus of \$13,184 (2014: surplus of \$17,727). The Brisbane Powerhouse Presents Program is conducted in the Trust. The Trust's Deductible Gift Recipient status and Charity Endorsement support the Brisbane Powerhouse Presents Program by attracting grants and philanthropic donations.

**2. Summary of accounting policies**

**a) Basis of preparation**

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards and Interpretations, the requirements of the Trust Deed dated 4 November 2008 and interpretations and other authoritative pronouncements issued by the Australian Accounting Standards Board.

The financial statements have been prepared on an accruals basis and, except as stated, in accordance with the principles of historical cost.

The financial statements are presented in Australian dollars rounded to the nearest dollar. Consequently, rounded balances in the notes may not agree exactly to the primary statements. Comparative information has been restated where necessary to be consistent with disclosures in the current reporting period.



**BRISBANE POWERHOUSE FOUNDATION**  
**Financial report for the year ended 30 June 2015**

**Notes to and forming part of the financial statements**

**2. Summary of accounting policies (continued)**

**b) Statement of compliance**

The financial report complies with Australian Accounting Standards. An assessment of revised and new accounting standards has been made. The Trust has chosen not to early adopt Australian Accounting Standards and Interpretations that have been issued but are not yet effective. The Trust has reviewed accounting standards which became effective on 1 July 2015 and these will have no material effect on the financial statements.

The preparation of the financial statements requires the determination and use of certain critical accounting estimates and management assumptions that have potential to cause a material adjustment to the carrying amount of assets and liabilities within the financial year. Such estimates, judgements and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in future periods as relevant.

Estimates and assumptions that have a potential significant effect are outlined in the following accounting policies and subsequent notes.

**c) Revenue**

Revenue is recognised when the Trust is legally entitled to the income and the amount can be quantified with reasonable accuracy. Revenues are recognised net of the amounts of goods and services tax (GST) payable to the Australian Taxation Office.

**Grants**

Non-reciprocal grants are brought to account in the statement of comprehensive income when received. Reciprocal grants are initially recognised as deferred income and subsequently in the statement of comprehensive income at the time the obligation is fulfilled.

**Interest**

Interest revenue is recognised as it accrues, taking into account the effective yield on the financial asset.

**Donations and contributions**

All donations are brought to account as received. Contributions are recognised as income when the Trust obtains control of the contribution and the amount can be measured reliably. No amounts are included in the financial statements for services donated by volunteers.

**Program revenue**

Program revenue is recognised upon the final performance of the show for which the tickets have been sold.



**BRISBANE POWERHOUSE FOUNDATION  
Financial report for the year ended 30 June 2015**

**Notes to and forming part of the financial statements**

**2. Summary of accounting policies (continued)**

**d) Expenses**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

**e) Cash and cash equivalents**

Cash and cash equivalents in the statement of financial position and cash flow statement comprise cash at bank and in hand. For the purposes of the cash flow statements cash and cash equivalents consist of cash and cash equivalents as defined above.

**f) Receivables**

Receivables comprise amounts due from Brisbane Powerhouse Pty Ltd, interest earned and net recoverable GST from the ATO. Normal terms of settlement are 30 days.

The collectability of debts is assessed on an ongoing basis, including at period end, with allowance being made for impairment. All known bad debts are written off at year end. Subsequent recoveries of amounts previously written off in the same period are recognised as finance costs. If an amount is recovered in a subsequent period it is recognised as revenue.

**g) Payables**

Payables represent liabilities for goods and services provided to the Trust prior to the end of the financial year that are unpaid. These amounts are usually settled in 30 days. The amount of the creditors and payables is deemed to reflect fair value.

**h) Deferred income**

Deferred income is the unutilised amounts of tickets sales received for shows on the condition that the specified show is delivered. The shows are usually delivered within six months of receipt of these monies.

**i) Taxation**

**Income tax**

The Trust is endorsed to access income tax exemption under Subdivision 50-B of the Income Tax Assessment Act 1997. The Foundation is an endorsed charity and holds deductible gift recipient status.

**Goods and services tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office in which case it is recognised as part of the cost of acquisition of an asset or as part of an item of expense. Receivables and payables are recognised inclusive of GST. The net amount of GST recoverable from or payable to the Australian Taxation Office is included as part of receivables or payables. Cash flows are included in the Cash Flows Statement on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the Australian Taxation Office are classified as operating cash flows.



**BRISBANE POWERHOUSE FOUNDATION  
Financial report for the year ended 30 June 2015**

**Notes to and forming part of the financial statements**

**2. Summary of accounting policies (continued)**

The Foundation provides GST Free Ticket Sales for every season of performances that meets the requirements under paragraph 38-250(2)(b)(ii) of the GST Act. The calculation for each season of performances is made in accordance with the Australian Taxation Office methodology provided in the 'Summary of GST Treatment of supplies by organisations in the cultural and performing arts sector'.

**j) Financial assets and financial liabilities**

The Foundation recognises a financial asset or a financial liability in its statement of financial position when, and only when, the Foundation becomes a party to the contractual provisions of the instrument. The Foundation has categorised and measured the financial assets and financial liabilities held at balance date as follows;

**Financial assets**

- Cash and cash equivalents
- Receivables – measured at amortised cost (Note 4)

**Financial liabilities**

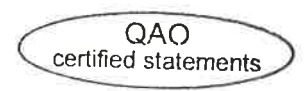
- Payables – measured at amortised cost

Financial assets and financial liabilities are presented separately from each other and offsetting has not been applied.

The fair value of cash and cash equivalents and financial liabilities approximate their carrying amount and are not disclosed separately. The fair value of trade receivables approximates the amortised cost less any impairment. The value of payables approximates their cost. The Foundation does not recognise financial assets or financial liabilities at fair value in the statement of financial position. All other disclosures relating to the measurement and financial risk management of financial instruments are included in Note 5.

**3. Revenue**

	2015 \$	2014 \$
Grants	194,500	266,000
Donations & contributions		
Contributions	120,000	380,000
Individual donors	25,138	13,628
Interest	13,527	11,513
Program revenue		
Net ticket sales	506,768	524,012
Other program revenue	2,811	2,822
<b>Total Revenue</b>	<b>862,744</b>	<b>1,197,975</b>





**BRISBANE POWERHOUSE FOUNDATION  
Financial report for the year ended 30 June 2015**

**Notes to and forming part of the financial statements**

**4. Receivables**

	2015 \$	2014 \$
<b>Financial assets</b>		
Trade debtors	156,175	386,982
Accrued income	889	857
GST receivable	120,779	113,097
<b>Total financial assets</b>	<b>277,843</b>	<b>500,936</b>

**5. Financial instruments**

**a) Financial risk management - objectives and policies**

The Trust's financial instruments comprise cash and cash equivalents, receivables and payables. The risks arising from the Trust's financial instruments are interest rate risk, liquidity risk and credit risk. The Trust measures risk exposure using a variety of methods as set out below.

The Trustee has overall responsibility for risk management, including risks associated with financial instruments. Risk management policies are established to identify and analyse the risks associated with the Trust's financial instruments, to set appropriate risk limits and controls, and to monitor the risks and adherence to limits. The Finance and Audit Committee of the Trustee is responsible for monitoring the effectiveness of risk management policies and processes and regularly reviewing risk management policies and systems, taking into account changes in market conditions and the Trust's activities. The Finance and Audit Committee is responsible for developing and monitoring investment policies.

Exposure to financial risk is managed in accordance with the Trustee's policies on financial risk management. These policies focus on managing the volatility of financial markets and seek to minimise potential adverse effects on the financial performance of the Trust. The Trustee's policies for managing each of these risks are summarised below. The policies are subject to approval by the Board of the Trustee and are reviewed regularly.

**Interest rate risk**

The Trust is exposed to interest rate fluctuations on its cash and cash equivalents. The Trust actively monitors interest rates for cash at bank and on deposit to maximize interest income. The Trust uses sensitivity analysis to measure interest rate risk.

**Liquidity risk**

The Trust manages liquidity risk by monitoring forecast cash flows and ensuring that adequate liquid funds are maintained. The Trust uses maturity analysis to measure liquidity risk.



**BRISBANE POWERHOUSE FOUNDATION  
Financial report for the year ended 30 June 2015**

**Notes to and forming part of the financial statements**

**5. Financial instruments (continued)**

**Credit risk**

Credit risk exposure refers to the situation where the Trust may incur financial loss as a result of another party to a financial instrument failing to discharge their obligations.

The Trust is exposed to credit risk through its deposits held with banks or other financial institutions and receivables. Funds are deposited only with those banks and financial institutions approved by the Board of the Trustee. Such approval is only given in respect of Australian based banks and financial institutions and whilst not capital guaranteed, the likelihood of a credit failure is remote. The Trust uses aging analysis to measure credit risk.

**b) Fair values**

Carrying amounts of financial assets and liabilities recorded in the financial statements represent their net fair values, as determined in accordance with the accounting policies disclosed in Note 2.

**c) Interest rate risk**

The following table sets out the carrying amount, by maturity, of the financial instruments exposed to interest rate risk as at the reporting date.

	<b>2015</b>	<b>Effective interest rate</b>
	<b>6 months or less</b>	<b>%</b>
	<b>\$</b>	<b>%</b>
<b>Financial instruments</b>		
Cash	433,607	1.75
<b>Total financial instruments</b>	<b>433,607</b>	

	<b>2014</b>	<b>Effective interest rate</b>
	<b>6 months or less</b>	<b>%</b>
	<b>\$</b>	<b>%</b>
<b>Financial instruments</b>		
Cash	337,697	2.25
<b>Total financial instruments</b>	<b>337,697</b>	

If interest rates were 100 basis points higher then interest earned on investments held at 30 June 2015 would be \$4,336 higher (30 June 2014 \$3,377). If interest rates were 100 basis points lower then interest earned on investments held at 30 June 2015 would be \$4,336 lower (30 June 2014 \$3,377).





**BRISBANE POWERHOUSE FOUNDATION  
Financial report for the year ended 30 June 2015**

**Notes to and forming part of the financial statements**

**5. Financial instruments (continued)**

**d) Credit risk**

The following table represents the Trust's maximum exposure to credit risk.

	2015 \$	2014 \$
<b>Financial assets</b>		
Cash	433,607	337,697
Receivables - trade	156,175	386,982
Receivables - other	121,668	113,954
<b>Total financial assets</b>	<b>711,450</b>	<b>838,633</b>

	Fully performing \$	Past due less than 30 days \$	Past due 30-60 days \$	Past due greater than 60 days \$	Total \$
Receivables 2015	277,495	348	-	-	277,843
Receivables 2014	499,984	952	-	-	500,936

**e) Liquidity risk**

All financial liabilities are due within 6 months of financial period end.

**6. Cash flow information**

	2015 \$	2014 \$
<b>Surplus/(deficit) for the period</b>	<b>13,184</b>	<b>17,727</b>
(Increase)/decrease in assets		
Receivables	223,093	(236,107)
Increase/(decrease) in liabilities		
Payables	(108,232)	195,526
Deferred Income	(32,135)	167,539
<b>Net cash flow from operations</b>	<b>95,910</b>	<b>144,685</b>

The above statements should be read in conjunction with the notes and summary of significant accounting policies



**BRISBANE POWERHOUSE FOUNDATION  
Financial report for the year ended 30 June 2015**

**Notes to and forming part of the financial statements**

**7. Related party transactions with Brisbane Powerhouse Pty Ltd**

During the year Brisbane Powerhouse Pty Ltd donated \$120,000 (2014: \$380,000) to Brisbane Powerhouse Foundation to assist with the presentation of the artistic program which is conducted in the Foundation.

Brisbane Powerhouse Pty Ltd has also provided administrative support to Brisbane Powerhouse Foundation at no charge.

**8. Contingent assets and liabilities**

There were no significant contingent assets or liabilities at 30 June 2015

**9. Subsequent events**

No other matters or circumstances have arisen since 30 June 2015 that will significantly affect or may significantly affect

- a) the Trust's operations in the current and future financial years, or
- b) the result of those operations in the current and future financial year, or
- c) the Trust's stated affairs in the current and future financial year

**10. Economic dependency**

The Foundation is dependent upon the ongoing support from Brisbane Powerhouse Pty Ltd to ensure the continuance of its artistic program.



## Trustee's report for the year ended 30 June 2015

The financial statements for the year ended 30 June 2015 have been prepared by the Trustee, Brisbane Powerhouse Pty Ltd, as required by the Trust Deed dated 4 November 2008.

In the opinion of the Trustee, based on our ongoing program of monitoring the Trust, we believe that:

- (a) the Trust's activities have been conducted in accordance with the Trust Deed dated 4 November 2008;
- (b) the financial report of the Trust set out on pages 1 to 11 complies with Australian Accounting Standards (including Australian Accounting Interpretations) and presents fairly the results and cash flows for the year ended 30 June 2015; and
- (c) there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable.

Signed on behalf of the Trustee, Brisbane Powerhouse Pty Ltd

**David Conry**  
Chair  
1 October 2015  
Brisbane

**Kevin Griffiths**  
Director  
1 October 2015  
Brisbane

## INDEPENDENT AUDITOR'S REPORT

To the Trustee and Members of Brisbane Powerhouse Foundation

### **Report on the Financial Report**

I have audited the accompanying financial report of Brisbane Powerhouse Foundation, which comprises the statement of financial position as at 30 June 2015, the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and certificates given by the directors of Brisbane Powerhouse Pty Ltd as trustee.

#### *The Trustee's Responsibility for the Financial Report*

The trustee is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the requirements of the trust deed of Brisbane Powerhouse Foundation. The trustee's responsibility also includes such internal control as the trustee determines is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

#### *Auditor's Responsibility*

My responsibility is to express an opinion on the financial report based on the audit. The audit was conducted in accordance with the *Auditor-General of Queensland Auditing Standards*, which incorporate the Australian Auditing Standards. Those standards require compliance with relevant ethical requirements relating to audit engagements and that the audit is planned and performed to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the trustee, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my audit opinion.

### *Independence*

The *Auditor-General Act 2009* promotes the independence of the Auditor-General and all authorised auditors. The Auditor-General is the auditor of all Queensland public sector entities and can be removed only by Parliament.

The Auditor-General may conduct an audit in any way considered appropriate and is not subject to direction by any person about the way in which audit powers are to be exercised. The Auditor-General has for the purposes of conducting an audit, access to all documents and property and can report to Parliament matters which in the Auditor-General's opinion are significant.

### *Opinion*

In accordance with the provisions of the trust deed of Brisbane Powerhouse Foundation, I have audited the financial report of Brisbane Powerhouse Foundation, and –

- (a) I have received all the information and explanations which I have required; and
- (b) in my opinion –
  - (i) the financial report presents fairly, in all material respects, the financial position of Brisbane Powerhouse Foundation as at 30 June 2015, and its financial performance and cash flows for the year then ended in accordance with Australian Accounting Standards.

### **Other Matters - Electronic Presentation of the Audited Financial Report**

Those viewing an electronic presentation of these financial statements should note that audit does not provide assurance on the integrity of the information presented electronically and does not provide an opinion on any information which may be hyperlinked to or from the financial statements. If users of the financial statements are concerned with the inherent risks arising from electronic presentation of information, they are advised to refer to the printed copy of the audited financial statements to confirm the accuracy of this electronically presented information.



CJ WEH FCPA  
(as Delegate of the Auditor-General of Queensland)



Queensland Audit Office  
Brisbane