



Financial Statements

For the Year Ended 30 June 2023

BridgIT Water Foundation Ltd

ABN 34 139 883 775

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For the Year Ended 30 June 2023

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2023

	Note	2023 \$	2022 \$
Revenue			
Monetary - Australian Public		52,831	65,207
Monetary - International Public		41,374	37,101
Grants - Other Australian		244,849	107,050
Non-monetary Donations		5,000	5,000
Other Income		36,363	10,360
Total Revenue		380,417	224,718
Expenditure			
International Aid and Development Programs Expenditure			
Funds to International Programs		218,461	166,682
Program Support Costs		40,761	25,675
Fundraising Costs - Public		3,067	3,783
Audit costs		5,000	5,000
Accountability and Administration	3	18,717	11,556
Depreciation and amortisation expense		1,100	733
Total Expenditure		287,106	213,429
Current year surplus before income tax		93,311	11,289
Income tax expense	1(d)	-	-
Net current year surplus		93,311	11,289
Total other comprehensive income for the year		-	-
Total comprehensive income for the year		93,311	11,289

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Statement of Financial Position

As At 30 June 2023

	Note	2023 \$	2022 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	124,268	26,672
Trade and other receivables	5	30,000	26,600
Other assets		735	-
TOTAL CURRENT ASSETS		<u>155,003</u>	<u>53,272</u>
Property, plant and equipment		<u>2,567</u>	<u>3,667</u>
NON-CURRENT ASSETS			
		<u>2,567</u>	<u>3,667</u>
TOTAL ASSETS		<u><u>157,570</u></u>	<u><u>56,939</u></u>
LIABILITIES			
Trade and other payables	6	7,320	-
CURRENT LIABILITIES			
		<u>7,320</u>	<u>-</u>
NON-CURRENT LIABILITIES			
		-	-
TOTAL LIABILITIES		<u>7,320</u>	<u>-</u>
NET ASSETS		<u><u>150,250</u></u>	<u><u>56,939</u></u>
EQUITY			
Reserves		15,000	12,000
Retained surplus		135,250	44,939
TOTAL EQUITY		<u><u>150,250</u></u>	<u><u>56,939</u></u>

The accompanying notes form part of these financial statements.

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

2023

	Operating Reserve	Retained Surplus	Total
	\$	\$	\$
Balance at 1 July 2022	12,000	44,939	56,939
Comprehensive income			
Surplus attributable to members of the Company	-	93,311	93,311
Transfer to Operating Reserve	3,000	(3,000)	-
Other comprehensive income	-	-	-
Balance at 30 June 2023	<u>15,000</u>	<u>135,250</u>	<u>150,250</u>

2022

	Operating Reserve	Retained Surplus	Total
	\$	\$	\$
Balance at 1 July 2021	5,000	40,650	45,650
Comprehensive income			
Surplus for the year attributable to members of the Company	-	11,289	11,289
Transfer to Operating Reserve	7,000	(7,000)	-
Other comprehensive income	-	-	-
Balance at 30 June 2022	<u>12,000</u>	<u>44,939</u>	<u>56,939</u>

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Statement of Cash Flows For the Year Ended 30 June 2023

	2023	2022
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Donations received	377,016	193,118
Payment to suppliers	(279,420)	(208,246)
Net cash provided by/(used in) operating activities	8 <u>97,596</u>	<u>(15,128)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of plant and equipment	-	(4,400)
Net cash provided by/(used in) investing activities	-	<u>(4,400)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
	-	-
Net increase/(decrease) in cash and cash equivalents held	97,596	(19,528)
Cash and cash equivalents at beginning of year	26,672	46,200
Cash and cash equivalents at end of financial year	4 <u>124,268</u>	<u>26,672</u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2023

The financial statements cover BridgIT Water Foundation Ltd as an individual entity, incorporated and domiciled in Australia. BridgIT Water Foundation Ltd is a Company limited by guarantee.

The financial statements were authorised for issue on the date of signing the directors' declaration of the Company.

1 Summary of Significant Accounting Policies

(a) Financial Reporting Framework

The directors have prepared the financial statements on the basis that the Company is a non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. The Company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the *Australian Charities and Not-for-profits Commission Act 2012* and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

(b) Statement of Compliance

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Australian Charities and Not-for-profits Commission Act 2012, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: Presentation of Financial Statements, AASB 107: Cash Flow Statements, AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors, AASB 124 Related Party Disclosures; AASB 1048 Interpretation of Standards; and AASB 1054 Australian Additional Disclosures.

(c) Basis of Preparation

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

(d) Income Tax

No provision for income tax has been raised as the Company is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

(e) Revenue

Revenue recognition

The Company has applied AASB 15: *Revenue from Contracts with Customers* (AASB 15) and AASB 1058: *Income of Not-for-Profit Entities* (AASB 1058) .

Operating grants, donations and bequests

When the Company receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

Notes to the Financial Statements

For the Year Ended 30 June 2023

1 Summary of Significant Accounting Policies

(e) Revenue

When both these conditions are satisfied, the Company:

- identifies each performance obligation relating to the revenue – recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Interest income

Interest revenue is recognised as it accrues using the effective interest method.

(f) Goods and Services Tax (GST)

The Company is not registered for GST. Revenues, expenses and assets are recognised gross of the amount of GST.

(g) Financial instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either the purchase or the sale of the asset (ie trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost. Where available, quoted prices in an active market are used to determine fair value, In other circumstances, valuation techniques are adopted.

Derecognition

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

A liability is derecognised when it is extinguished (ie when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

Notes to the Financial Statements

For the Year Ended 30 June 2023

1 Summary of Significant Accounting Policies

(g) Financial instruments

Derecognition

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

Impairment

At each reporting date, the Company assesses whether a loss allowance for expected credit losses should be recognised on financial assets held at amortised cost. At 30 June 2020, no such loss allowance was required.

(h) Impairment of non-financial assets

At the end of each reporting period, the Company reviews the carrying amounts of its assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss.

(i) Cash and cash equivalents

Cash and cash equivalents include cash on hand and deposits held at-call with banks.

(j) New and Amended Accounting Policies adopted by the Company

The Company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any impact on the financial performance or position of the Company.

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the Company. The Company has decided not to early adopt any of the new and amended pronouncements. The Company's assessment of the new and amended pronouncements that are relevant to the Company but applicable in future reporting periods is that there will not be any material change to the Company's financial statements.

2 Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

The significant estimates and judgements made have been described below.

- As set out in Note: 10, the Company is economically dependent on donors, directors and volunteers.

- As set out in Note: 1(e), revenue is recognised when any performance obligations have been met.

Notes to the Financial Statements

For the Year Ended 30 June 2023

3 Accountability and Administration

	2023	2022
	\$	\$
Advertising and marketing	-	218
Bank fees	266	233
Exchange gain or loss	(987)	568
Office expenses	306	-
Legal fees	-	1,941
Membershio fees	3,881	4,972
Subscriptions	1,351	567
Travel	13,775	3,057
Total accountability and administration costs	18,592	11,556

4 Cash and Cash Equivalents

Cash at bank and in hand	124,268	26,672
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5 Trade and Other Receivables

Trade receivables	30,000	26,600
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6 Trade and Other Payables

Trade payables	7,320	-
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7 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* 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 6 (2022: 6).

8 Cash Flow Information

(a) Reconciliation of cash flows from operating activities with net current year surplus/(deficit)

Net current year surplus/(deficit)	93,311	11,291
- depreciation	1,100	733
- rounding	-	(2)
Movements in working capital:		
- increase in trade and other receivables	(3,400)	(26,600)
- increase/(decrease) in trade and other payables	7,320	(550)
- increase in other assets	(735)	-
	97,596	(15,128)

Notes to the Financial Statements

For the Year Ended 30 June 2023

9 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.

10 Economic Dependency

The Company is economically dependent on donors for funding to cover the costs of international projects and operational costs.

The Company is also economically dependent on the directors and volunteers for the provision of administration support.

11 Statutory Information

The principal activity of the Company is to install clean water wells in developing countries. The directors of the entity are Wendy Tisdell, Mark Tisdell and Josephine Wycherley.

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


BridgIT Water Foundation Ltd
46 Hutton Road
Aspley QLD 4034
Australia
(PO Box 1039 Stafford QLD 4053)

Directors' Declaration

In accordance with a resolution of the directors of BridgIT Water Foundation Ltd, the directors of the Company declare that, in the directors' opinion:

1. The financial statements and notes, as set out on pages 1 to 9, satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - (a) comply with Australian Accounting Standards applicable to the Company; and
 - (b) give a true and fair view of the financial position of the Company as at 30 June 2023 and of its performance for the year ended on that date.
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2022*.

Director WENDY TISDELL 

Director Josephine Wycherley 

Date: 23/11/2023

Auditor's Independence Declaration under Section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 to the Directors of BridgIT Water Foundation Ltd

As the lead audit director for the audit of the financial report of BridgIT Water Foundation Ltd for the year ended 30 June 2023, I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023 there have been no contraventions of:

- i. 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.

Nexia Brisbane Audit Pty Ltd

Nexia Brisbane Audit Pty Ltd

AM Robertson

AM Robertson
Director

Level 28, 10 Eagle Street,
Brisbane, QLD 4000

Date: 23 November 2023

Advisory. Tax. Audit.

Registered Audit Company 299289

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Independent Auditor's Report to the Members of BridgIT Water Foundation Ltd

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the financial report, being a special purpose financial report, of BridgIT Water Foundation Ltd (the Company), 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 then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial report of BridgIT Water Foundation Ltd, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2022*.

Basis for Qualified Opinion

As is common for these types of organisations, the Company's revenue sources of donations and fundraising activities are usually initiated by the donor making a payment or cash donation, which is recognised on receipt. Given the size of operations it is either difficult or impracticable for the Company to establish complete control over the collection of these revenue amounts prior to entry in the financial records. Accordingly, as the evidence available to us regarding revenue from these sources was limited, our audit procedures with respect to revenue had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether these revenue amounts of the Company are complete.

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

Emphasis of Matter – Economic Dependency

We draw attention to Note 10 to the financial report, which describes the Company's economic dependency on donors and volunteers providing financial and operational support for the Company's activities. Our opinion is not modified in respect of this matter.

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Independent Auditor's Report to the Members of BridgIT Water Foundation Ltd (continued)

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 has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Other information

The directors are responsible for the other information. The other information comprises the information in BridgIT Water Foundation's annual report for the year ended 30 June 2023, but does not include the financial report and the auditor's report thereon. Our opinion on the financial report does not cover the other information and 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 the other information we are required to report that fact. We have nothing to report in this regard.

Responsibilities 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 and have determined that the basis of preparation described in Note 1 to the financial statements is appropriate to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as they determine is necessary to enable the preparation of a 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 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 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.

A further description of our responsibilities for the audit of the financial report is located at The Australian Auditing and Assurance Standards Board website at: www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.


Nexia Brisbane Audit Pty Ltd

Brisbane, QLD 4000


AM Robertson
Director

Date: 23 November 2023