

# **Sydney Children's Hospital Foundation**

## **Financial Statements**

**For the Year Ended 30 June 2012**

# Sydney Children's Hospital Foundation

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For the Year Ended 30 June 2012

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# Sydney Children's Hospital Foundation

## Independent Audit Report to the Members of Sydney Children's Hospital Foundation

### Report on the Financial Statements

We have audited the accompanying financial statements of Sydney Children's Hospital Foundation ("the Foundation"), which comprises the statement of financial position as at 30 June 2012, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors of the trustee company's (the trustees') declaration.

### Trustees' Responsibility for the Financial Statements

The trustees of the Foundation are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the trust deed and for such internal control as the trustees determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Foundation's preparation and fair presentation of the financial statements 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 Foundation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

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

### Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements. We confirm that the independence declaration, provided to the trustees of Sydney Children's Hospital Foundation, is correct as at the date of this auditor's report.

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## Sydney Children's Hospital Foundation

### Independent Audit Report to the Members of Sydney Children's Hospital Foundation

#### Audit Opinion

In our opinion;

- (a) the financial statements gives a true and fair view of the financial position of Sydney Children's Hospital Foundation as at 30 June 2012 and of its performance and cash flows for the year then ended in accordance with Australian Accounting Standards and the trust deed;
- (b) the financial statements and associated records have been properly kept during the financial year in accordance with the provisions of the Charitable Fundraising Act 1991 and the regulations thereto;
- (c) money received as a result of fundraising appeals conducted during the financial year has been properly accounted for and applied in accordance with those provisions; and
- (d) at the date of this audit report, nothing has come to our attention that causes us to believe that the Foundation will not be able to pay its debts as and when they become due and payable.

**HILL ROGERS SPENCER STEER**

**ASSURANCE PARTNERS**



JOHN R WILCOX  
Partner

Dated this 6<sup>th</sup> day of September 2012

Sydney

# Sydney Children's Hospital Foundation

## Directors' Declaration

The directors of the trustee company of Sydney Children's Hospital Foundation declare that:

1. The financial statements and notes, as set out on pages 4 to 21 present fairly the Foundation's financial position as at 30 June 2012 and its performance for the year ended on that date in accordance with Australian Accounting Standards; and
2. In the directors' opinion, there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors of the trustee company and is signed for and on behalf of the directors by:

Jack Ford

Director .....

Dated this

6

day of

September 2012

Sydney

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## Declaration by Chairman of the Board of Directors in Respect of Fundraising Appeals

I, Jack Ford, Chairperson of the Board of Directors of the Sydney Children's Hospital Foundation declare that in my opinion:

- (a) the financial statements give a true and fair view of all income and expenditure of the Sydney Children's Hospital Foundation with respect to fundraising appeals;
- (b) the statement of financial position gives a true and fair view of the state of affairs with respect to fundraising appeals;
- (c) the provisions of the Charitable Fundraising Act 1991 and the regulations under that Act and the conditions attached to the authority have been complied with; and
- (d) the internal controls exercised by the Sydney Children's Hospital Foundation are appropriate and effective in accounting for all income received.

Jack Ford

Director .....

Dated this

6

day of

September 2012

Sydney

# Sydney Children's Hospital Foundation

## Statement of Comprehensive Income

For the Year Ended 30 June 2012

		2012	2011
	Note	\$	\$
Revenue from ordinary activities	2	15,460,578	15,394,509
Expenses from ordinary activities	3	(4,310,697)	(3,962,538)
<b>Surplus for the year</b>		<b>11,149,881</b>	<b>11,431,971</b>
<b>Other comprehensive income:</b>			
Other comprehensive income for the year		-	-
<b>Total comprehensive income for the year</b>		<b>11,149,881</b>	<b>11,431,971</b>

# Sydney Children's Hospital Foundation

## Statement of Financial Position

As At 30 June 2012

	Note	2012 \$	2011 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	6	4,420,895	8,540,231
Trade and other receivables	7	1,035,648	470,871
Inventories	8	52,766	44,241
Financial assets	9	11,500,000	3,600,329
<b>Total current assets</b>		<b>17,009,309</b>	<b>12,655,672</b>
<b>Non-current assets</b>			
Financial assets	9	19,499,954	19,291,723
Property, plant and equipment	10	2,782,669	2,779,443
Investment property	11	1,220,737	1,238,117
<b>Total non-current assets</b>		<b>23,503,360</b>	<b>23,309,283</b>
<b>TOTAL ASSETS</b>		<b>40,512,669</b>	<b>35,964,955</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	12	563,686	305,319
Short-term provisions	13	127,576	104,047
Other current liabilities	14	3,012	1,150
<b>Total current liabilities</b>		<b>694,274</b>	<b>410,516</b>
<b>Non-current liabilities</b>			
Long-term provisions	13	54,299	53,977
<b>Total non-current liabilities</b>		<b>54,299</b>	<b>53,977</b>
<b>TOTAL LIABILITIES</b>		<b>748,573</b>	<b>464,493</b>
<b>NET ASSETS</b>		<b>39,764,096</b>	<b>35,500,462</b>
<b>EQUITY</b>			
Settlement capital		100	100
Revaluation reserve		766,324	766,324
Reserves		38,997,672	34,734,038
<b>TOTAL EQUITY</b>		<b>39,764,096</b>	<b>35,500,462</b>

# Sydney Children's Hospital Foundation

## Statement of Changes in Equity

For the Year Ended 30 June 2012

2012

	Settlement Capital \$	Capital Funds - General \$	Asset Revaluation Reserve \$	Total \$
<b>Balance at 1 July 2011</b>	100	34,734,038	766,324	35,500,462
Surplus attributable to the entity	-	11,149,881	-	11,149,881
Contributions distributed or distributable	-	(6,886,247)	-	(6,886,247)
Other comprehensive income for the year	-	-	-	-
<b>Balance at 30 June 2012</b>	<b>100</b>	<b>38,997,672</b>	<b>766,324</b>	<b>39,764,096</b>

2011

	Settlement Capital \$	Capital Funds - General \$	Asset Revaluation Reserve \$	Total \$
<b>Balance at 1 July 2010</b>	100	30,118,982	766,324	30,885,406
Surplus attributable to the entity	-	11,431,971	-	11,431,971
Contributions distributed or distributable	-	(6,816,915)	-	(6,816,915)
Other comprehensive income for the year	-	-	-	-
<b>Balance at 30 June 2011</b>	<b>100</b>	<b>34,734,038</b>	<b>766,324</b>	<b>35,500,462</b>

# Sydney Children's Hospital Foundation

## Statement of Cash Flows

For the Year Ended 30 June 2012

	Note	2012 \$	2011 \$
<b>CASH FROM OPERATING ACTIVITIES:</b>			
Bequests and donations received		11,967,470	11,665,535
Receipts from cafe and gift shop customers		1,836,431	1,746,928
Payments to suppliers and employees		(4,138,705)	(3,989,662)
Interest received		761,426	371,953
Contributions paid		(6,886,247)	(6,816,915)
Net cash provided by (used in) operating activities	17	<u>3,540,375</u>	<u>2,977,839</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Purchase of investment property		-	(1,245,628)
Purchase of property, plant and equipment		(66,305)	(12,741)
Net movement in investments		<u>(7,593,406)</u>	<u>422,000</u>
Net cash used by investing activities		<u>(7,659,711)</u>	<u>(836,369)</u>
Net increase (decrease) in cash and cash equivalents held		(4,119,336)	2,141,470
Cash and cash equivalents at beginning of year		<u>8,540,231</u>	<u>6,398,761</u>
Cash and cash equivalents at end of financial year	6	<u>4,420,895</u>	<u>8,540,231</u>

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

### 1 Statement of Significant Accounting Policies

#### (a) General information

The financial statements cover Sydney Children's Hospital Foundation. Sydney Children's Hospital Foundation is incorporated and domiciled in Australia.

#### (b) Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions to which they apply. Material accounting policies adopted in the preparation of these financial statements are presented below. They have been consistently applied unless otherwise stated.

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.

#### (c) Income Tax

The Foundation is exempt from the payment of income tax, as it is a fund established for public charitable purposes by instrument of trust.

#### (d) 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 losses.

##### Property

Freehold land and buildings are measured on a cost basis.

##### Plant and equipment

Plant and equipment are measured on a cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

### 1 Statement of Significant Accounting Policies continued

#### (d) Property, Plant and Equipment continued

##### Depreciation

The depreciable amount of all fixed assets excluding freehold land, is depreciated on a straight-line basis over their useful lives to the Foundation commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Buildings	2%
Motor Vehicles	20%
Office Equipment	20%
Computer Equipment	33%

The assets' residual values, depreciation methods and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

#### (e) Investment property

Investment property is held at cost which includes expenditure that is directly attributable to the acquisition of the investment property. The investment property is depreciated on a straight line basis.

#### (f) Financial Instruments

##### Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

##### Financial assets at fair value through profit and loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management and within the requirements of AASB 139: Recognition and Measurement of Financial Instruments. Derivatives are also categorised as held for trading unless they are designated as hedges. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the income statement in the period in which they arise.

#### (g) Provisions

Provisions are recognised when the Foundation has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

### 1 Statement of Significant Accounting Policies continued

#### (h) Employee Benefits

Provision is made for the Foundation's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at present value of the estimated future cash outflows to be made for those benefits.

#### (i) Cash and Cash Equivalents

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

#### (j) Revenue

Donations, pledges and bequests are only recognised upon receipt and no provision is made to record income, as income, from funds that have been pledged or promised.

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Dividend revenue is recognised when the right to receive a dividend has been established.

Investment property revenue is recognised on a straight-line basis over a period of the lease term so as to reflect a constant periodic rate of return on the net investment.

All revenue is stated net of the amount of goods and services tax (GST).

#### (k) 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 Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

#### (l) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

	2012	2011
	\$	\$
<b>2 Revenue</b>		
<b>Revenue from ordinary operating activities</b>		
Donations and fundraising appeal revenue	10,924,035	9,757,168
Bequests revenue	642,675	1,846,466
Appeals	825,983	10,000
Cafe and Gift Shop revenue	1,827,694	1,762,063
Net investment revenue	1,167,276	1,968,061
Miscellaneous income	7,915	4,686
Rental income	65,000	46,065
	<u>15,460,578</u>	<u>15,394,509</u>
<b>3 Expenses from ordinary activities</b>		
Fundraising expenses	845,767	591,605
Cafe and Gift Shop expenses	1,449,060	1,379,072
Operational expenses	2,015,870	1,991,861
Total expenses from ordinary activities	<u>4,310,697</u>	<u>3,962,538</u>
<b>4 Surplus from ordinary activities has been determined after:</b>		
<b>(a) Expenses</b>		
Depreciation and amortisation		
- property, plant and equipment	63,079	59,983
- investment property	17,380	7,511
Total depreciation and amortisation	<u>80,459</u>	<u>67,494</u>
<b>(b) Crediting as income</b>		
Interest	730,975	443,085
Investment income	599,232	1,677,305
Management and brokerage fees	(162,931)	(152,329)
Net investment revenue	<u>1,167,276</u>	<u>1,968,061</u>

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

	2012	2011
	\$	\$
<b>5 Auditors' Remuneration</b>		
Remuneration of the auditor of the Foundation:		
- Auditing or reviewing the financial statements	<u>20,000</u>	<u>20,000</u>
<b>6 Cash and Cash Equivalents</b>		
Cash on hand	5,000	5,000
Cash at bank	<u>4,415,895</u>	<u>8,535,231</u>
	<u>4,420,895</u>	<u>8,540,231</u>
<b>7 Trade and Other Current Receivables</b>		
Other receivables	<u>1,035,648</u>	<u>470,871</u>
<b>8 Inventories</b>		
Merchandise and food	<u>52,766</u>	<u>44,241</u>
<b>9 Other Financial Assets</b>		
<b>Current investments</b>		
Term deposits with financial institutions	<u>11,500,000</u>	<u>3,600,329</u>
<b>Non-current investments</b>		
Funds in managed investments (designated at fair value through income statement)	<u>19,499,954</u>	<u>19,291,723</u>

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

	2012	2011
	\$	\$
<b>10 Property Plant and Equipment</b>		
<b>LAND AND BUILDINGS</b>		
Freehold land		
At cost	866,000	866,000
Total freehold land	<u>866,000</u>	<u>866,000</u>
Buildings		
At cost	1,308,909	1,308,909
Less accumulated depreciation	(229,096)	(202,918)
Total buildings	<u>1,079,813</u>	<u>1,105,991</u>
<b>PLANT AND EQUIPMENT</b>		
Furniture, fixture and fittings		
At cost	78,887	73,368
Less accumulated depreciation	(74,210)	(72,788)
Total furniture, fixture and fittings	<u>4,677</u>	<u>580</u>
Motor vehicles		
At cost	77,053	40,598
Less accumulated depreciation	(45,292)	(40,598)
Total motor vehicles	<u>31,761</u>	<u>-</u>
Office equipment		
At cost	298,382	274,051
Less accumulated depreciation	(264,288)	(233,503)
Total office equipment	<u>34,094</u>	<u>40,548</u>
Artworks		
At independent valuation	766,324	766,324
Total artworks	<u>766,324</u>	<u>766,324</u>
<b>Total property, plant and equipment</b>	<u><u>2,782,669</u></u>	<u><u>2,779,443</u></u>

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

### 10 Property Plant and Equipment continued

Artwork has been valued by Adrienne Carlson in January 2010 at \$766,324. Valuation was made on the basis of ascertaining current market value through examination of sales records over the past three years. The revaluation surplus was credited to a revaluation reserve in equity in the 2010 year.

#### (a) Movements in Carrying Amounts

	Land	Buildings	Furniture, Fixtures and Fittings	Motor Vehicles	Office Equipment	Artworks	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Current Year</b>							
Balance at the beginning of year	866,000	1,105,991	580	-	40,548	766,324	2,779,443
Additions	-	-	5,519	36,455	24,331	-	66,305
Depreciation expense	-	(26,178)	(1,422)	(4,694)	(30,785)	-	(63,079)
Carrying amount at the end of year	<b>866,000</b>	<b>1,079,813</b>	<b>4,677</b>	<b>31,761</b>	<b>34,094</b>	<b>766,324</b>	<b>2,782,669</b>
<b>Prior Year</b>							
Balance at the beginning of year	866,000	1,132,175	5,238	-	56,948	766,324	2,826,685
Additions	-	-	(2,880)	-	15,621	-	12,741
Depreciation expense	-	(26,184)	(1,778)	-	(32,021)	-	(59,983)
Carrying amount at the end of year	866,000	1,105,991	580	-	40,548	766,324	2,779,443

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

	2012	2011
	\$	\$
<b>11 Investment Property</b>		
Balance at beginning of the year	1,238,117	-
Acquisitions during the year	-	1,245,628
Depreciation	(17,380)	(7,511)
Balance at end of the year	<u>1,220,737</u>	<u>1,238,117</u>
<p>The investment property at 15 Eurimbla Avenue, Randwick was acquired on 1 December 2010. The investment property yielded rental income of \$65,000 (2011: \$46,065) which is shown under Note 2 in the financial statements.</p>		
<b>12 Trade and Other Payables</b>		
<b>CURRENT</b>		
Unsecured liabilities		
Sundry payables and accrued expenses	563,686	305,319
	<u>563,686</u>	<u>305,319</u>
<b>13 Provisions</b>		
<b>CURRENT</b>		
Employee entitlements	127,576	104,047
	<u>127,576</u>	<u>104,047</u>
<b>NON-CURRENT</b>		
Employee entitlements	54,299	53,977
	<u>54,299</u>	<u>53,977</u>
<b>14 Other Current Liabilities</b>		
Income in advance	3,012	1,150
	<u>3,012</u>	<u>1,150</u>

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

	2012	2011
	\$	\$
<b>15 Capital Commitments</b>		
Capital expenditure commitments	<u>15,000,000</u>	15,000,000
	<u>15,000,000</u>	<u>15,000,000</u>
Payable:		
- no later than 1 year	15,000,000	11,354,000
- between 1 year and 5 years	-	3,646,000
	<u>15,000,000</u>	<u>15,000,000</u>

A Capital Funding Agreement has been executed on 22 February 2010 between the Health Administration Corporation, South Eastern and Illawarra Area Health Service and the Sydney Children's Hospital Foundation, for the development of the Clinical Services and Child and Adolescent Mental Health Inpatient Services project at the Sydney Children's Hospital. The estimated total cost of the development is \$27.727 million (exclusive of GST). Sydney Children's Hospital Foundation has agreed to provide Health Administration Corporation with a maximum of \$15 million (exclusive of GST) over 2011/2012 and 2012/2013 years. Health Administration Corporation has agreed to provide the balance of the total funding (including all extras and contingencies) and to procure that the Motor Accident Authority also provides \$0.5 million (exclusive of GST) towards the cost of the project. Sydney Children's Hospital Foundation's maximum aggregate contribution is \$15 million (exclusive of GST) and it is not liable for any sum in excess of that amount under any circumstances whatsoever. Sydney Children's Hospital Foundation's contribution of \$15 million will not be due until Health Administration Corporation's contribution of \$12.227 million has been expended.

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

	2012	2011
	\$	\$
<b>16 Cash Flow Information</b>		
<b>Reconciliation of cash</b>		
Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the statement of financial position as follows:		
Cash and cash equivalents	<u>4,420,895</u>	8,540,231
	<u>4,420,895</u>	<u>8,540,231</u>
<b>17 Cash Flows</b>		
<b>Reconciliation of net surplus to cash provided by operating activities:</b>		
Net surplus for the year before contributions paid	11,149,881	11,431,971
<b>Adjustment:</b>		
Less: Contributions paid	(6,886,247)	(6,816,915)
<b>Add/(Subtract): non-cash flows in surplus from ordinary activities</b>		
Depreciation	80,459	67,494
Decrease/(increase) in value of managed investment	(514,496)	(1,524,976)
<b>Changes in assets and liabilities:</b>		
(Increase)/decrease in other receivables	(562,915)	(255,149)
Increase/(decrease) in creditors and accruals	258,367	49,223
(Increase)/decrease in inventories	(8,525)	1,210
Increase/(decrease) in employee entitlements	23,851	24,981
	<u>3,540,375</u>	<u>2,977,839</u>

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

### 18 Financial Instruments

#### (a) Interest Rate Risk

The economic entity's exposure to interest rate risk, which is the risk that a financial instruments value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on classes of financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest Rate		Floating Interest Rate		Non-interest Bearing		Total	
	2012	2011	2012	2011	2012	2011	2012	2011
	%	%	\$	\$	\$	\$	\$	\$
<b>Financial Assets:</b>								
Cash and cash equivalents	3.35	4.55	4,415,895	8,535,231	5,000	5,000	4,420,895	8,540,231
Receivables	-	-	-	-	1,035,648	470,871	1,035,648	470,871
Investments	5.10	5.91	13,135,104	5,159,001	17,864,850	17,733,051	30,999,954	22,892,052
<b>Total Financial Assets</b>			<b>17,550,999</b>	<b>13,694,232</b>	<b>18,905,498</b>	<b>18,208,922</b>	<b>36,456,497</b>	<b>31,903,154</b>
<b>Financial Liabilities:</b>								
Trade and sundry payables	-	-	-	-	563,686	305,319	563,686	305,319
<b>Total Financial Liabilities</b>			<b>-</b>	<b>-</b>	<b>563,686</b>	<b>305,319</b>	<b>563,686</b>	<b>305,319</b>

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

### (b) Net Fair Values

The net fair values of listed investments have been valued at the quoted market bid price at balance date adjusted for transaction costs expected to be incurred. For other assets and other liabilities the net fair value approximates their carrying values. No financial assets or financial liabilities are readily traded on organised markets in standardised form other than listed investments. Financial assets where the carrying amount exceeds net fair values have not been written down as the economic entity intends to hold these assets to maturity.

Aggregate net fair values and carrying amounts of financial assets and financial liabilities at balance date:

	2012		2011	
	Carrying amount \$	Net fair value \$	Carrying amount \$	Net fair value \$
<b>Financial Assets</b>				
Cash	4,420,895	4,420,895	8,540,231	8,540,231
Investments	30,999,954	30,999,954	22,892,052	22,892,052
Receivables	1,035,648	1,035,648	470,871	470,871
	<b>36,456,497</b>	<b>36,456,497</b>	31,903,154	31,903,154
<b>Financial Liabilities</b>				
Trade and other payables	563,686	563,686	305,319	305,319
	<b>563,686</b>	<b>563,686</b>	305,319	305,319

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

2012  
\$

2011  
\$

### 19 Additional Information Required Under The Charitable Fundraising Act, 1991

**(a) Statement of Income and Expenditure for Fundraising Appeal:**

Gross income received from donations and fundraising appeals	11,822,933	9,817,919
Expenditure associated with fundraising appeals	845,767	591,605
Net Operating Surplus	<u>10,977,166</u>	<u>9,226,314</u>

**(b) Comparison of Certain Monetary Figures and Percentages:**

Fundraising Expenditure	<u>845,767</u>		
Gross Fundraising Income	11,822,933	7%	6%
Net Operating Surplus	<u>11,149,881</u>		
Gross Fundraising Income	11,822,933	94%	94%
Contributions Distributed or Distributable	<u>6,886,247</u>		
Total Expenditure	11,196,944	61%	63%
Contributions Distributed or Distributable	<u>6,886,247</u>		
Gross Income	15,460,578	45%	44%

**(c) Application of Funds for Charitable Purposes:**

Surplus from fundraising appeals	<u>10,977,166</u>	<u>9,226,314</u>
Contributions distributed or distributable	6,886,247	6,816,915
Expenditure on administration and indirect costs	<u>2,015,870</u>	<u>1,991,861</u>
Total operating expenditure	<u>8,902,117</u>	<u>8,808,776</u>
Surplus/(deficiency) transferred to (from) reserves	<u>2,075,049</u>	<u>417,538</u>

**(d) Fundraising conducted jointly with traders:**

Included in Donations and Fundraising Appeal Revenue of \$11,822,933 (Note 2) is revenue from fundraising conducted jointly with traders disclosed as follows:

Total Revenue	261,282	245,624
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No expenditure was incurred in connection with the above during the year.

# Sydney Children's Hospital Foundation

## Notes to the Financial Statements

For the Year Ended 30 June 2012

### 20 Executives Remuneration

The board's policy for determining the nature and amount of compensation of key management is as follows:

The compensation structure for key management personnel is based on a number of factors, including length of service, particular experience of the individual concerned, and overall performance of the Foundation.

### 21 Number of Employees

At 30 June 2012 there were 41 (2011: 42) employees of the Foundation.

### 22 Segment information

The company operates in a single segment as a charitable foundation in Australia.

### 23 Company Details

#### Registered office

The registered office of the company is:

Sydney Children's Hospital Foundation  
19 Eurimbla Avenue  
Randwick NSW 2031

## Sydney Children's Hospital Foundation

### Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2012 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

**HILL ROGERS SPENCER STEER**

**ASSURANCE PARTNERS**



JOHN R WILCOX  
Partner

Dated this 6<sup>th</sup> day of September 2012

Sydney

#### Assurance Partners

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