



EDMUND RICE FOUNDATION (AUSTRALIA)

ABN 28 153 110 055

Concise Consolidated Annual Financial Report For the year ended 31 December 2022

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Where the money came from and where it went

Total revenue decreased by \$131,974 or 4.4% in 2022 as compared to 2021. The deficit for the year was \$451,982 compared to a surplus in the prior year of \$150,948. The key factors of the result were:

- ♦ An increase \$132,766 (29.7%) in program support.
- ♦ An increase \$69,300 (60.00%) in community education.
- ♦ An increase \$50,000 (16.7%) in funding to domestic programs.
- ♦ Fundraising income increased by \$29,535 (20.0%).
- ♦ Fundraising costs increased by \$128,021 (41.3%).

Financial Results

The deficit of the consolidated entity for the financial year 1 January to 31 December 2022 was \$451,982 (2021 surplus: \$150,948).

Performance Measures

Administration Ratio

A useful measure of the Consolidated Entity's administrative efficiency is its administration cost ratio. The ratio expresses administration costs (including depreciation) as a percentage of total expenditure. For 2022 the ratio was 18.6% (2021: 12.2%).

Fundraising cost ratio

Another ratio often given attention is the fundraising cost ratio. There are different definitions of this ratio used throughout the not-for-profit sector. In order to assess the organisation's performance accurately and to provide a comparison with other non-government organisations, the following two fundraising cost ratios have been used:

- ♦ Fundraising costs as a percentage of total revenue
The ratio in relation to total revenue for 2021 was 15.3% (2021: 10.3%).
- ♦ Fundraising costs as a percentage of fundraising income (excluding grants)
Fundraising income, primarily from functions and events, represents 6.2% (2021: 4.9%) of the total annual revenue.
The ratio in relation to all funds raised from fundraising events for 2022 was 246.9% (2021: 209.7%). Fundraising costs are comprised of facility hire, event management, catering and promotional activities for the specific events and hence account for a significant percentage of income. Donations generated from these activities are recorded separately in the accounts and are captured together with investment, bequest and grant income in the remaining 93.8% (2021: 95.1%) of annual
It is therefore necessary to be cautious when comparing the fundraising cost ratio over time and with the corresponding ratio of other charities that may have quite different ways of funding their activities and reporting their results.

Events subsequent to reporting date

There has been no matter or circumstance, which has arisen since 31 December 2022 which has significantly affected or which may significantly affect:

- (a) the operations of the consolidated entity;
- (b) the results of those operations; or
- (c) the state of affairs of the consolidated entity, in subsequent financial years.

Concise Consolidated Statement of Income and Expenditure for the year ended 31 December 2022

	Consolidated	
	2022	2021
	\$	\$
REVENUE		
Donations and gifts		
Monetary	2,452,681	2,471,030
Fundraising income	177,491	147,956
Grants		
Department of Foreign Affairs and Trade	150,000	-
Investment and interest income	168,577	155,235
Net change in fair value of financial assets classified as fair value through profit or loss	(75,311)	203,286
Other income	83	27,988
TOTAL REVENUE	2,873,521	3,005,495
EXPENDITURE		
International aid and development programs expenditure		
Funds to international programs	1,267,820	1,330,502
Grants	84,327	-
Program support costs	580,334	447,568
Community education	184,810	115,510
Fundraising costs (international and domestic)		
Public	438,299	310,278
Accountability and administration	412,790	348,176
Total international aid and development programs expenditure	2,968,380	2,552,034
Domestic aid and development programs expenditure	350,000	300,000
TOTAL EXPENDITURE	3,318,380	2,852,034
EXCESS OF (EXPENSES OVER REVENUE) / REVENUE OVER EXPENDITURE	(444,859)	153,461
Statement of Comprehensive Income for the year ended 31 December 2022		
EXCESS OF (EXPENSES OVER REVENUE) / REVENUE OVER EXPENDITURE	(444,859)	153,461
<i>Other comprehensive income</i>		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Foreign currency loss	(7,123)	(2,513)
TOTAL OTHER COMPREHENSIVE LOSS FOR THE YEAR	(7,123)	(2,513)
TOTAL COMPREHENSIVE (DEFICIT) / SURPLUS FOR THE YEAR	(451,982)	150,948

During the financial year, Edmund Rice Foundation (Australia) received no income for international political or religious proselytisation programs.

Concise Consolidated Statement of Financial Position as at 31 December 2022

	Consolidated	
	2022	2021
	\$	\$
Assets		
Current assets		
Cash and cash equivalents	2,939,517	3,265,429
Trade and other receivables	197,968	185,466
Other	81,350	36,083
Total current assets	3,218,835	3,486,978
Non-current assets		
Financial assets at fair value through profit or loss	1,769,702	1,845,212
Plant and equipment	25,361	35,388
Leasehold improvements	5,159	8,836
Lease assets	58,892	93,113
Total non-current assets	1,859,114	1,982,549
Total assets	5,077,949	5,469,527
Liabilities		
Current liabilities		
Trade and other payables	238,870	162,422
Lease liability	39,077	35,267
Provisions	13,810	11,415
Total current liabilities	291,757	209,104
Non-current liabilities		
Provisions	32,590	15,760
Lease liability	30,556	69,635
Total non-current liabilities	63,146	85,395
Total liabilities	354,903	294,499
Net assets	4,723,046	5,175,028
Equity		
Settlement	-	100
Retained (deficit)	28,983	(499,020)
Reserves	4,694,063	5,673,948
Total equity	4,723,046	5,175,028

Concise Consolidated Statement of Changes in Equity for the year ended 31 December 2022

Consolidated	Settlement Funds	Accumulated Funds Available for Future Use	Bequest Reserve	Financial Assets Reserve	Foreign Exchange Reserve	Specified Purpose Reserves	Total
	\$	\$	\$	\$		\$	\$
Balance 1 January 2021	100	(96,617)	1,662,892	258,914	(10,688)	3,209,479	5,024,080
Surplus attributable to Edmund Rice Foundation (Australia)	-	153,461	-	-	-	-	153,461
Other comprehensive loss for the year	-	-	-	-	(2,513)	-	(2,513)
Transfers to reserves							
Specified purpose reserves	-	(352,578)	-	-	-	352,578	-
Changes in fair value of investments through profit or loss	-	(203,286)	-	203,286	-	-	-
Balance 31 December 2021	100	(499,020)	1,662,892	462,200	(13,201)	3,562,057	5,175,028
Deficit attributable to Edmund Rice Foundation (Australia)	-	(444,859)	-	-	-	-	(444,859)
Other comprehensive loss for the year	-	-	-	-	(7,123)	-	(7,123)
Transfers to reserves							
Transfers	(100)	100	-	-	-	-	-
Specified purpose reserves	-	868,468	-	-	-	(868,468)	-
Changes in fair value of investments through profit or loss	-	75,311	-	(75,311)	-	-	-
Balance 31 December 2022	-	-	1,662,892	386,889	(20,324)	2,693,589	4,723,046

Concise Consolidated Statement of Cash Flows for the year ended 31 December 2022

	2022 \$	2021 \$
Cash flows from operating activities		
Cash receipts in the course of operations	2,846,945	2,593,274
Cash payments in the course of operations	(3,298,219)	(2,769,774)
Interest received	7,602	2,529
Investment income	161,058	152,794
Net cash (used in) by operating activities	(282,614)	(21,177)
Cash flows from investing activities		
Investment of bequest income	198	(1,669)
Purchase of plant and equipment	(7,625)	(8,705)
Net cash (used in) investing activities	(7,427)	(10,374)
Cash flows from financing activities		
Principal elements of lease payments	(35,871)	(34,493)
Net cash (used in) financing activities	(35,871)	(34,493)
Net (decrease) in cash held	(325,912)	(66,044)
Cash and cash equivalents at the beginning of the year	3,265,429	3,331,473
Cash and cash equivalents at end of the year	2,939,517	3,265,429

Notes to the consolidated summary financial report for the year ended 31 December 2022

The concise financial report is an extract from Edmund Rice Foundation (Australia)'s consolidated full financial report for the year ended 31 December 2022.

The financial statements and specific disclosures included in the concise financial report have been derived from the full financial report.

The concise financial report does not and cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of Edmund Rice Foundation (Australia) and its trusts as the full financial report.

A full description of the accounting policies adopted by Edmund Rice Foundation (Australia) may be found in the full financial report available at erf.org.au.

The concise financial report is presented in Australian dollars.

Edmund Rice Foundation (Australia)

ABN 28 153 110 055

**For the year ended 31 December 2022
Responsible Persons' Declaration**

The responsible persons declare that in their opinion:

- (a) The concise financial report of the Company and its controlled entities for the year ended 31 December 2022 as set out in pages 1 to 3 complies with Accounting Standard AASB 1039: Concise Financial Reports
- (b) The concise financial report is an extract from the full financial report for the year ended 31 December 2022. The financial statements and specific disclosures included in the concise financial report have been derived from the full financial report.
- (c) The concise financial report cannot be expected to provide a full understanding of the financial performance, financial position and financing and investing activities of the Company and its controlled entities as the full financial report, which is available on request.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulations 2022*.

This declaration is made in accordance with a resolution of the responsible persons



Director

Dated at Brisbane this 19th day of June 2023

Pitcher Partners Sydney Partnership

Level 16, Tower 2 Darling Park
201 Sussex Street
Sydney NSW 2000

Postal Address
GPO Box 1615
Sydney NSW 2001

p. +61 2 9221 2099
e. sydneypartners@pitcher.com.au

**Independent Auditor's Report
To The Members of Edmund Rice Foundation (Australia)
ABN: 28 153 110 055****Report on the Audit of the Summary Financial Report**

We have audited the summary financial report of Edmund Rice Foundation (Australia) ("the Company"), which comprises the consolidated statement of financial position as at 31 December 2022, the consolidated statement of profit or loss, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, are derived from the audited financial report of Edmund Rice Foundation (Australia) for the year ended 31 December 2022. We expressed a qualified audit opinion on this financial report dated 19 June 2023.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the summary financial report derived from the audited financial report of Edmund Rice Foundation (Australia) for the year ended 31 December 2022 is consistent, in all material respects, with the audited financial report, on the basis described in Note 1.

Summary Financial Report

The summary financial report does not contain all the disclosures required by Australian Accounting Standards applied in preparation of the audited financial report of Edmund Rice Foundation (Australia). Reading the summary financial report, therefore, is not a substitute for reading the audited financial report of Edmund Rice Foundation (Australia) and the auditor's report thereon. The summary financial report and the audited financial report do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial report.

The Audited Financial Report and Our Report Thereon

We expressed a qualified audit opinion on the audited financial report in our report dated 31 December 2022. The basis for our qualified opinion was in relation to the completeness of donations. Donations are a significant source of fundraising revenue for Edmund Rice Foundation (Australia). Edmund Rice Foundation (Australia) has determined that it is impracticable to establish control over the collection of donations prior to entry into its financial records. Accordingly, as the evidence available to us regarding fundraising revenue from this source was limited, our audit procedures with respect to donations had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion on whether the recorded donations of Edmund Rice Foundation (Australia) are complete.

Responsibilities of Responsible Persons for the Summary Financial Report

The responsible persons are responsible for the preparation of the summary financial report on the basis described in Note 1 to the audited financial report, to the extent applicable to the summary financial report.

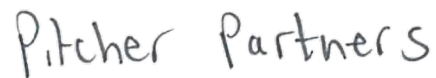
Auditor's Responsibility

Our responsibility is to express an opinion on whether the concise financial statements are consistent, in all material respects, with the audited financial report based on our procedures, which were conducted in accordance with Auditing Standard *ASA 810 Engagements to Report on Summary Financial Statements*.



S S Wallace
Partner

19 June 2023



Pitcher Partners
Sydney