



ANNUAL REPORT

2019-2020

Replacing stigma and discrimination with hope and optimism...
creating community to support recovery

Contents

Chairperson’s Report	3
Company Details	4
Organisational Structure	4
Directors 2018 - 2019.....	5
Director Attendance	6
Pro bono contributions	7
Organisational support	7
Strategic Planning	8
Our Theory of Change	11
People Programs and Activities	12
Information Programs and Activities	13
Website:	13
Email Updates:	13
COVID-19 Newsletter:.....	13
Info Nights:.....	13
Sustainability Programs and Activities	14
Volunteer Management Program:.....	14
Ambassador Program:	14
Submissions:	14
Where next?.....	15

Board Member’s, Accountable Officer’s and Treasurer’s Declaration	16
Auditor’s Report.....	17
Notes to the Account	28
1. Basis of Preparation	28
2. Summary of Significant Accounting Policies	28
A. Income Tax.....	28
B. Leases.....	28
C. Revenue Recognition	28
D. Goods and services tax (GST)	29
E. Property, plant and equipment	30
F. Cash and cash equivalents	31
G. Employee benefits	31
H. Trade and other receivables	31
I. Current and non-current classification	31
J. New, revised, or amending Accounting Standards and Interpretations adopted	31
K. Comparative information.....	32
L. Non-current assets or disposal groups classified as held for sale BPD Community Victoria Limited	32
M. Critical Accounting Estimates and Judgments	32
N. Pro-Bono contributions.....	33
O. Impairment of non-financial assets	33
P. Inventory and Donated Goods.....	33



Chairperson's Report

This year our 5th birthday came and went in the middle of the COVID-19 pandemic. As I write, the uncertainty of the times feels like it is all we can be sure about. And, yes the social isolation made the work of BPD Community difficult but we did what we do best and adopted an innovative approach to respond as best we could to the needs of our community.



Our need to be flexible, proactive, grassroots and peer led has been reinforced in these times. Still lacking capacity funding, we built and expanded our Volunteer Program. This extended our development as an organisation and thanks to a grant from the City of Port Phillip, we now have the infrastructure to manage a significant volunteer program, we do however need the people capacity to realise this. In the meantime, we have a solid volunteer base to guide key aspects of our work.

The intangible contributions to BPD Community continue to grow. This year 2,828 volunteer hours were counted. These contributions are primarily centred around governance, management and administration of the organisation, for example, our dedicated committee members, are in their efforts, increasing the quality and extent of the work of the organisation. A significant effort was made by our two Treasurers of this year to prepare the accounts of the organisation for an audited report for the previous financial year and the financial year just ended.

The challenges of a start-up organisation such as ours do not diminish. The promise of the future report of the Victorian Royal Commission into Mental Health now will be read with the knowledge that we are in recession, as the mental health of our community is under even more threat as a result of the consequences of the pandemic.

It is thanks to the commitment and dedication in the work of the Directors of the Board that our organisation can achieve the results that it does. Thank you to the Directors who have served over the year.

A handwritten signature in black ink that reads "Barb Mullen". The signature is written in a cursive style with a long horizontal flourish underneath.

Barb Mullen
Chairperson
BPD Community

Company Details

BPD Community Victoria Ltd became a public company limited by Guarantee in May 2015: ABN: 21 605 838 14.

BPD Community Victoria Ltd is a registered public benevolent institution under Item 4.1.1 in Subdivision 30-B of the Income Tax Assessment Act 1997, with access to Income Tax Exemption from June 2016, GST concessions from June 2016 and Fringe Benefit Tax exemption from June 2016. It is endorsed for provision for gift deductibility under item 1 of the table in section 30-15 of the Tax Assessment Act 1997. Reporting is in Australian dollars, except where denoted otherwise.

The company has paid premiums to insure its Directors and other volunteers against liabilities incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity as a director or volunteer of the company, other than any conduct involving wilful breach of duty in relation to the company. The total amount of insurance paid was \$912.

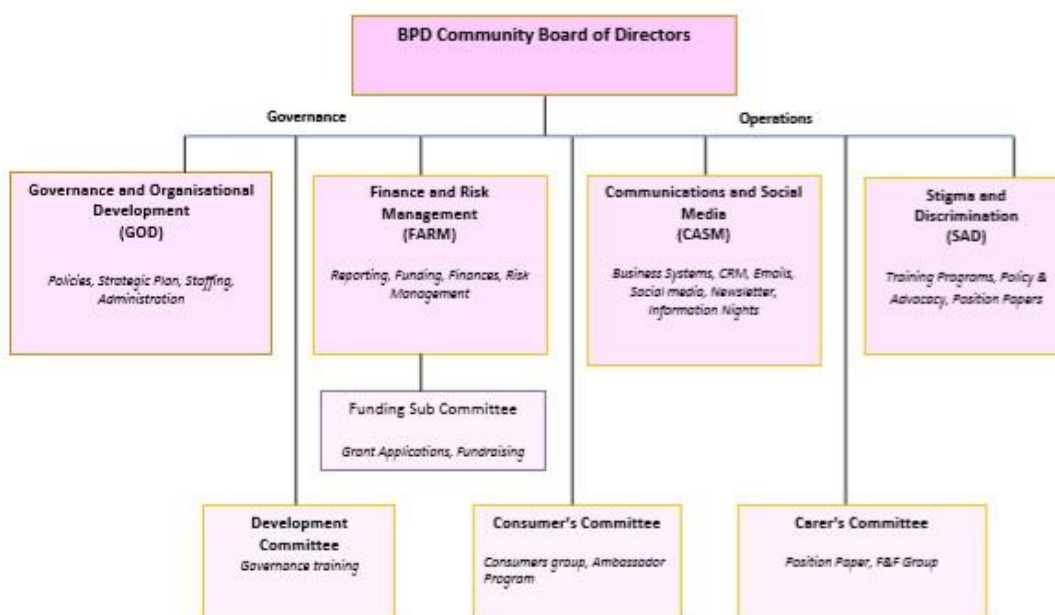
In accordance with the guarantee, if the Company is wound up, the Constitution states that the amount to be contributed by any member will not exceed \$10.00 towards meeting any outstanding obligations of the Company. At 30 June 2020 the number of members was five. No Director or committee member of the company has received or was entitled to receive a benefit from their role.

Principal Registered office:

100 Heath St
Port Melbourne 3207
Ph: 0409 952 754

Organisational Structure

Board Directors participate and lead in the committees of the Board. Non Directors have the opportunity to join the Committees and have input into the work of the organisation.



Directors 2018 - 2019

The work of a Director at BPD Community is challenging; we lack capacity funding and are totally reliant on volunteers. Joining our Board means making a commitment to a steep learning curve and heavy sense of responsibility to our mission and our strategic plan. Building our Board is a priority for BPD Community.

The Annual General Meeting is held in October. Recruitment to the Board occurs then and at this early stage of Board development, again early in the year. Board members in June 2020:



Barb Mullen,
Chairperson,
BA (Soc Sci), Grad Dip Ed, Master of Ed Mgt (Melb).

Nadeem Ishtiaq
Treasurer,
Master of Business (Accounting)



Faisal Mian,
Director and Company Secretary
B Pharm, Juris Doctor, Master of Laws (Commercial Law), MBA, GAICD.



Rachel Murphy
Director
BA (hons), B Journalism, Dip Govt, Dip Languages (Italian).



Jonathon Khoo
Director
BA (Accounting and Finance) UK (hons), CPA

Directors who resigned or retired in the year ending June 2020, were: Kevin Walsh and Sally Hamid.

Our Development Committee members in June 2020 were: Ania Ferenc, Stephanie Isherwood, Courtney Colclough and Ashleigh Dougherty.

Ania Ferenc continued as the Carer's Committee Co-ordinator. Russ Dowling represented carers on this committee and Adrian Penbernethy joined its deliberations.

Rachel Murphy continued to co-ordinate the CASM Committee which included Stephanie Isherwood and Raksha Ravikumar.

Courtney Colclough contributed to the Funding sub Committee.

We are always grateful to our consultants who bring specific areas of expertise. Our consultants for the year ending June 2020 included: Linda Norman (HR), and ex Director Bernadette O'Connor (Governance).

Director Attendance

In 2019 – 2020, Board attendance rate was 86%, overall. One Director was only able to attend two meetings in person until then in April, all meetings were held via Zoom. This meant the technological challenges such as poor connections and not being able to see all participants, along with the challenges of COVID-19 times, affected the connectedness of Board members.

NAME	No of meetings attended	No of meetings eligible to attend	Length of service
Barbara Mullen	12	12	May 2015 - present
Rachel Murphy	11	12	May 2019 – present
Faisal Mian	8	12	May 2019 – present
Nadeem Ishtiaq	8	9	Oct 2019 – present
Jonathon Khoo	8	9	Oct 2019 – present
Kevin Walsh	3	3	Oct 2017 – Oct 2019
Sally Hamid	1	2	Oct 2018 – July 2019



Pro bono contributions

The work of BPD Community is undertaken by volunteers: our people are our wealth. We take this opportunity to thank all who have contributed to the work of the organisation. Your reward is the knowledge that your work has made a powerful, positive difference in the lives of people, you have been a part of a team dedicated to creating change. Thank you to all:

Name	Contribution in hours	Contribution in \$s
Barb Mullen	1369.55	\$69,636
Ciarán Pierce	267	\$8,010
Anna Ferenc	168.5	\$5,055
Melissa Trinh	145.25	\$4,358
Jonathan Khoo	123.69	\$3,711
Russell Dowling	102.15	\$3,065
Brigitte Maillot	100.8	\$3024
Stephanie Isherwood	96.5	\$2,895
Nadeem Ishitiaq	94	\$2,820
Mitchell Kane	87	\$2,610
Rachel Murphy	69	\$2,070
Courtney Colclough	58.75	\$1,763
Faisal Mian	44	\$1,320
Raksha Ravikumar	25.75	\$773
Kevin Walsh	14.3	\$429
Shannon Robinson	11.25	\$338
Other volunteers	49	\$1,470
Total		\$113,347

Organisational support

Not calculated here is the contributions from our supporters who provide services pro bono. In particular our lawyers Maddocks, Star Health who provides us with a place to meet, SANE who allows us to use their Board Room for the Family & Friends Group, Mental Health Victoria who gave our community free tickets to their conference and our consultants Bernadette O'Connor and Linda Norman.

Strategic Planning

Our strategic plan has been refined to identify the outcomes we wish to achieve with our strategic vision. The focus of these outcomes is the empowerment of people with lived experience in order to build the relational skills essential for recovery.

Our Theory of Recovery identifies these relational skills as the missing element in the recovery process.

Treatment support:

To provide every person with BPD access to timely and effective psychological treatment now, is unrealistic; currently between 90 – 95% of people with BPD do not have access to treatment. It is important to note that psychotherapy is the recommended treatment for BPD, although appropriate medication interventions may help with co-morbidities.

Social Support:

Instead of housing and employment issues as being considered as subsidiary to the central focus of treatment, they should be given more than equal significance. Further, financial and budgeting support, household management support and all the other myriad of social supports are recognised for their contribution to recovery.

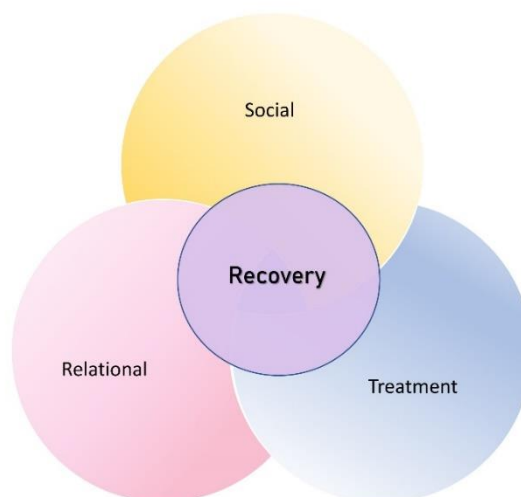
Complementary treatment supports such as Art Therapy, Music Therapy and cultural supports have been shown to have a significant, positive impact. People with BPD experience more physical health problems: physical exercise programs and medical focussed supports should be easily accessible.

Relational Support:

This is the forgotten component of recovery. People with BPD often struggle in their close relationships. This places a strain on their ability to access family support, it can make work relationships a challenge and can place a burden on all interactions with others. This can be addressed in treatment programs, but the domain of relational dysregulation is pervasive and relational regulation is a life skill.

When we consider relational support, we recognise that it often involves friends, however, the burden usually falls to families. Sometimes the burden is so great that families feel they need to protect themselves by withdrawing from contact with the person with BPD. Some families are dysfunctional and feel that they cannot offer support. Even if the family is able to support their loved one with BPD, the person themselves may reject this support. For recovery, a person with BPD needs to be supported by those they love and those who love them. This cannot be assumed to happen given the nature of BPD.

The three essential supports for Recovery from Borderline Personality Disorder



BPD has five domains of dysregulation: emotional, behavioural, relational, identity and cognitive. For a person with BPD to achieve recovery, all these domains need to be regulated. However, the current approach to 'treatment' almost completely overlooks relational support.

- 1) The time a person with BPD spends with a mental health professional is small in comparison to the time spent with their family and informal supports. When a person with BPD leaves their therapist's office, they return to live amongst those who love and support them. Oftentimes this is in their family home. When things go wrong, it's the family who are called upon to provide the support required. Very often the support that is required is financial.
- 2) The families of someone with BPD often experience mental health concerns. When relational dysregulation occurs, families often bear the brunt of the dysregulation of the person with BPD. This often spans decades of trauma for the whole family as the family member with BPD grows into adulthood. Sometimes a person with BPD has been seen to be 'difficult' from infancy. The dysregulation of a person with BPD can undermine the family dynamics as siblings are overlooked for the needs of the person with BPD. When a parent is the person with BPD, the children bear the brunt of the dysregulation and the uncertainties that result. Relationships between spouses can suffer when one person has BPD.
- 3) A child raised by a person with BPD who has not recovered, grows up in a BPD environment where emotional dysregulation, for example, is normalised. The result can be subsequent and inter-generational familial dysfunction.
- 4) BPD Community has developed a model of support for families and friends that is based upon psychoeducation and training in the core techniques to improve relationships with someone who has BPD. This model empowers the family to support their loved one with BPD and discourages enabling behaviours. This is specific to the needs of those who love someone with BPD. It is based upon the successful therapies that treat BPD. Generic mental health support programs do not address the importance of the BPD relationship building techniques.
- 5) The mental health system with its stigmatising and discriminatory behaviour in relation to BPD, also stigmatises and discriminates against families of someone with BPD. This has been covered in part above. It is the experience of BPD Community that family members are desperate for support and psycho education so that they in turn can better support their loved ones with BPD. This is denied them when:
 - a. No diagnosis is given. With a diagnosis, information and support can be sought.
 - b. Families are blamed. When a family is blamed for the condition of their loved ones, they are excluded from the support they need and they can be prevented from providing support to their loved ones.
 - c. The specific needs of people with BPD and their families and friends are not understood or acknowledged. BPD is different to other mental illness especially because of the nature of relational dysregulation. Generic services to support families and friends do not meet the specific needs of BPD families and friends.
 - d. No support is offered to families. There are some supports available to families yet clinicians, organisations and services fail to refer families to specific BPD support programs.

Our Vision: what we want to achieve

A world where those affected by Borderline Personality Disorder live a life of hope and optimism in the knowledge that recovery is a realistic, accessible goal.

Our Priority Commitments: where we will direct our efforts

People:

To develop capacity of individuals to support recovery and each other.

Information:

To develop a credible and authoritative voice for BPD Community.

Sustainability:

To develop a sustainable organisation.

Our Values guide us: what is important to us

Collaboration:

As a community we work together, as an organisation we work with other organisations, so we can achieve our vision.

Acceptance:

Both individually and collectively we practice radical acceptance as essential in all aspects of our work.

Respect:

The BPD Community is a diverse and varied community. We respect all people, their cultures and the environment.

Empathy:

Empathy leads us to compassion for others and our own self compassion. It is based on respect and aids acceptance, it supports our collaboration.

Our Theory of Change



BPD Community offers activities and programs for its community with a view to providing up to date, accurate and research based information on BPD and supporting those with lived experience. In this way it will achieve its vision of a world where those affected by BPD can live a life of hope and optimism in the knowledge that recovery is possible. Ultimately a world where the needs of those affected by BPD are met is a more equitable world.



People Programs and Activities

Our Family & Friends Group remains the cornerstone of our People Program. It is volunteer dependent, with Barb Mullen and Ania Ferenc the co-facilitators. The Carer's Committee includes Russ Dowling and Adrian Penberthy and monitors the work of the group, and continuously developing the program.

The website page for the group is now a powerful resource for family and friends and complements the work undertaken in the group. Early in 2020 the group left its home at Star Health and began to work out of the SANE Board Room in South Melbourne and then the pandemic hit. Since then we have been working with Zoom. The has worked successfully for many although not all the group was able to transition. Work has begun on planning how the future F&F Group will operate.

"The Family & Friend's Group's knowledge, support and practical tools gave me the help I desperately needed to better manage my son's bpd symptoms." (A', father of 30 yr old son with BPD)

JUNE 16, 2020 - IF I CAN NAME IT, I CAN FEEL IT

Being emotionally mindful is not always easy, we know only too well. This training session there are a few key points that we can learn. We will learn to sit with our emotions and use them to our advantage and to support others too.

Being emotionally intelligent has three parts:

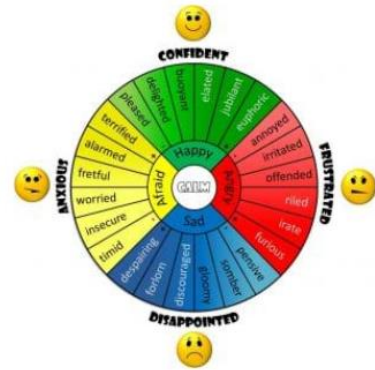
1. Emotional Awareness - being able to perceive emotions, ours and others, without judgement or without changing them.
2. Emotional Application - being able to use our emotions to benefit ourselves and others.
3. Emotional Management - being able to regulate our emotions.

Mindfulness helps us strengthen our emotional intelligence:

1. It improves our ability to comprehend our own emotions.
2. It helps us learn how to recognize the emotions of other people around us.
3. It strengthens our ability to govern and control our emotions.

To start us on this aspect of our journey, we need to broaden our language skills to name the wide variety of emotions we can feel. The more we can accurately describe our emotions, the more we can be in touch with them.

For more info on emotional intelligence. click on the emotional wheel opposite.



Since the first F&F Group, we have had an impact on the lives of over 81 individuals. Our attendance for the year was 79, 97% responded to our monitoring and reported:

How would you rate this session?	Do you feel more confident?	Do you feel supported?	Has your ability to build a more positive relationship improved?
100% - very useful	98% indicated yes	99% indicated yes.	96% said yes.

The F&F Group is an indication of what we can do to change the lives of people with lived experience. Our success here can be replicated and extended for both families and friends and people with BPD, but this requires funding.



Information Programs and Activities

Our Information Program is a central focus of the organisation. We have developed an integrated program where each activity support a cohesive approach. A brief review of some program highlights are below.

Website:

Our website continues to attract new members to the community. It is regularly upgraded and updated. In response to the pandemic a COVID-19 section was developed with handy hints and survival skills supplemented with videos from people with lived experience directly addressing issues of importance to our community.

Email Updates:

Monthly email updates continue and are sources of up to date information relating to BPD with a Victorian focus. Unfortunately, IT problems meant that from April to June, the email updates only reached a limited number of our community. Our reliance on IT was highlighted by this experience.

COVID-19 Newsletter:

In recognition of the heightened mental health pressures created by social isolation and the fear of the uncertainty of living through a pandemic lead to the development of a special COVID-19 newsletter issued monthly with the email updates. The edition addressing suicide and suicide prevention was both informative and helpful in providing practical tips.

Info Nights:

Since our first Info Night, we have had a total of 205 attendees. We had three excellent Info Nights with an average of 30 attendees. In August 2019, Joanne Switserloot our first BPD Ambassador, spoke with Barb Mullen at the Info Night. At our annual Celebration Night in October 2019, our Development Committee member Stephanie Isherwood spoke of her journey of recovery. In Feb 2020, Elise Carrotte from SANE spoke about the common treatments for BPD. Since the pandemic, these successful events for our community have been put on hold.

*"The Annual Celebration Night
was a great success."*



Sustainability Programs and Activities

The sustainability of the organisation is of paramount importance. This year there was a focus on developing and implementing a Volunteer Management Program.

Volunteer Management Program:

A grant from the City of Port Phillip supported the work of the Volunteer Management Program. A recruitment program was implemented and volunteers were inducted. The program has begun.

Starting with policies, a tailored program for BPD Community was created. We were looking for skilled personnel who could undertake discrete projects to both supplement our current programs and extend our work in other areas. At our Celebration Night in Oct 2019, the 'project volunteer' team had settled down to a small group of dedicated personnel who remain with us.

The work in the program was mainly the behind the scenes compilation of resources and files that defined the work required to operate a responsible volunteer program. It comprises two main components: the Manual - outlining the processes and resources to operate a volunteer program; and, the personnel files themselves. An evaluation of the program identified the importance of a HR system to manage all volunteers and the need for a dedicated, experienced volunteer coordinator.

BPD Community exists only because of the volunteers who support its work. In the year 2019-2020 a total of 32 volunteers contributed to BPD Community. Thank you to all who have volunteered to BPD Community.

Ambassador Program:

The Ambassador Program spanned this and the previous financial year. It was an outstanding success for those who participated. In conjunction with Mental Health Victoria, BPD Community ran the four hour training program over four Saturdays. The five participants enjoyed the course, rating it useful, building personal confidence, reinforced feeling supported and also had a positive effect on improving their relationship skills.

Joanne Switserloot was the first successful graduate of the program. She subsequently spoke movingly at the August 2019 Info Night.

The pandemic and subsequent social isolation has meant that the Ambassador Program did not proceed this mid year.

Submissions:

Over the year written submissions were prepared for the Productivity Commission into Mental Health and the Victorian Royal Commission into Mental Health. Our Chairperson, Barb Mullen spoke to the Productivity Commission on the difficulty of only working on the 'medical model' which minimises social support and almost ignores the relational support. More recently our Chairperson, Barb Mullen spoke to the Victorian Royal Commission.

Advocacy for people with lived experience of BPD remains a central BPD Community activity.



Where next?

The COVID-19 pandemic has had a dramatic effect on our world and this includes BPD Community. We live in uncertain times. This uncertainty affects BPD Community in many ways.

Our people with lived experience are already experiencing problems as a result of mental ill health, the circumstances under which we now live only serve to add to this. The organisation has had to curb its programs and operate only virtual programs. The volunteers at BPD Community have all had to adjust to a different way of working and adjust to a different way of living. This has created a strain on all volunteers. The last months of this financial year has not been easy: the need for our organisation has increased and the capacity to meet that need has decreased. The lack of capacity funding places a weighty responsibility on the organisation.

BPD Community is a grassroots, peer led, independent organisation and has a perspective informed by its community members, especially people with BPD and their families and friends. We will continue to advocate for the needs and concerns of those affected by BPD. We will continue to offer flexible and proactive programs to support our goals and fulfil our mission. Over the next twelve months, we will focus on adapting and adjusting to the new world.

The Victorian Royal Commission into Mental Health will hand down its report in February. It is hoped that it can begin to reform the current mental health system. This current system ignores most people with BPD. We can hope that this will begin to change. However, the current recession does not bode well for a system that needs a massive injection of funds. Further, a BPD Community without capacity funding has a limited life.

At BPD Community we are able to continue our work because we are a group of volunteers dedicated to our mission; we have built an organisation with the infrastructure to maintain a sound program of activities; we have a flexible, adaptive, pro active and innovative strategic plan. We have hope and optimism that this will be recognised as important enough to be funded and the lives of people with lived experience of BPD will be supported beyond our current limited capacity.

We have a vision of a world where stigma and discrimination will be replaced with hope and optimism and we know how to achieve it. Our purpose is to create a community to support recovery – we are doing this. We provide clear, easy to read, accessible and research based information and will continue to be the reliable source of information on things BPD from the perspective of those who live with BPD. We work towards a sustainable future.



Board Member's, Accountable Officer's and Treasurer's Declaration

The attached financial statements for BPD Community have been prepared in accordance with Direction 5.2 of the Standing Directions of the Minister for Finance under the Financial Management Act 1994, applicable Financial Reporting Directions, Australian Accounting Standards including Interpretations and other mandatory professional reporting requirements.

We further state that, in our opinion, the information set out in the comprehensive operating statement, balance sheet, statement of changes in equity, cash flow statement and accompanying notes, presents fairly the financial transactions during the year ended 30 June 2020 and the financial position of BPD Community at 30 June 2020.

At the time of signing we are not aware of any circumstance which would render any particulars included in the financial report to be misleading or inaccurate.

We authorise the attached financial statements for issue on 14 July 2020.



.....

Mr Nadeem Ishtiaq

Treasurer

Melbourne
14 July 2020



.....

Mr Jonathon Khoo

Director

Melbourne
14 July 2020



.....

Ms Barbara Mullen

Chairperson

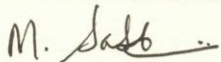
Melbourne
14 July 2020

AUDITORS' INDEPENDENCE DECLARATION
TO THE DIRECTORS OF BPD COMMUNITY VICTORIA LTD.

In accordance with Subdivision 60-C of the Australian Charities and Not-for-profits Commission Act 2012, we are pleased to provide the following declaration of independence to the directors of BPD Community Victoria Limited. As the lead auditor for the audit of the financial report of BPD Community Victoria Limited for the year ended 30 June 2020, to the best of our knowledge and belief, during the year ended 30 June 2020 there have been no contraventions of:

- i. the auditor independence requirements as set out in the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit; and
- ii. any applicable code of professional conduct in relation to the audit.

BOYD LEGG & CO
CHARTERED ACCOUNTANTS



MARK SABBADINI
PRINCIPAL
244 BAY STREET
PORT MELBOURNE VIC 3207

Dated this day of 2020

INDEPENDENT AUDITORS' REPORT

TO THE DIRECTORS OF BPD COMMUNITY VICTORIA LTD.

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying special purpose financial report of BPD Community Victoria Limited, which comprises the statement of financial position as at 30 June 2020, 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, notes to the financial statements including a summary of significant accounting policies and the Directors' declaration.

In our opinion, the accompanying financial report of BPD Community Victoria Limited has been prepared in accordance with Div 60 of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act), including:

(i) giving a true and fair view of the company's financial position as at 30 June 2020 and of its financial performance for the year then ended; and

(ii) complying with Australian Accounting Standards to the extent described in Note 1 to the financial statements

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the registered entity in accordance with the ACNC Act, 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.

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the company's annual report for the year ended 30 June 2020, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly 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 this other information; we are required to report that fact. We have nothing to report in this regard.

(Independent Audit Report continued over page ...)

INDEPENDENT AUDITORS' REPORT (CONT...)

TO THE DIRECTORS OF BPD COMMUNITY VICTORIA LTD.

Emphasis of Matter - Basis of Accounting

We draw out 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.

Responsibilities of the Directors for the Financial Report

The company's directors 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 report 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 controls as the director determine is necessary to enable the preparation of a financial report that 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 relating 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 Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

INDEPENDENT AUDITORS' REPORT (CONT...)

TO THE DIRECTORS OF BPD COMMUNITY VICTORIA LTD.

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

BOYD LEGG & CO
CHARTERED ACCOUNTANTS

M. Sabbadini

MARK SABBADINI
PRINCIPAL
244 BAY STREET
PORT MELBOURNE VIC 3207

Dated this 20th day of September 2020

BPD COMMUNITY VICTORIA LIMITED

**STATEMENT OF FINANCIAL POSITION
AS AT 30 June 2020**

	Notes	2020 \$	2019 \$
CURRENT ASSETS			
Cash and Cash Equivalents	4	22,489	13,674
Trade and Other Receivables	5	1,247	937
Inventory		352	364
Prepayments		998	240
TOTAL CURRENT ASSETS		<u>25,086</u>	<u>15,215</u>
NON-CURRENT ASSETS			
Property, Plant & Equipment	6	268	537
TOTAL NON-CURRENT ASSETS		<u>268</u>	<u>537</u>
TOTAL ASSETS		<u>25,354</u>	<u>15,752</u>
CURRENT LIABILITIES			
Trade and Other Payables	7	6,364	5,000
TOTAL CURRENT LIABILITIES		<u>6,364</u>	<u>5,000</u>
TOTAL LIABILITIES		<u>6,364</u>	<u>5,000</u>
NET ASSETS		<u><u>18,990</u></u>	<u><u>10,752</u></u>
EQUITY			
Accumulated Surplus	8	18,990	10,752
TOTAL EQUITY		<u><u>18,990</u></u>	<u><u>10,752</u></u>

To be read in conjunction with the attached notes and compilation report

BPD COMMUNITY VICTORIA LIMITED

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2020**

	Notes	2020 \$	2019 \$
Revenue from Ordinary Activities	2	25,857	7,614
Other Revenues	2	-	-
Administration Expenses		(17,350)	(10,370)
Marketing Expenses		-	(200)
Occupancy Expenses		(269)	(268)
Other Expenses		-	-
Profit/(Loss) Before Income Tax		8,238	(3,224)
Income Tax Expense		-	-
Profit/(Loss) After Income Tax		8,238	(3,224)
Other Comprehensive Income		-	-
Net Gain/(Loss) on revaluation of non-current assets		-	-
Net Gain/(Loss) on revaluation of financial assets		-	-
Other Comprehensive Income for the Year, Net of Tax		-	-
Total Comprehensive Income for the Year		-	-
Net loss Attributable to Members of the Entity		8,238	(3,224)

To be read in conjunction with the attached notes and compilation report

BPD COMMUNITY VICTORIA LIMITED

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2020**

	Notes	2020 \$	2019 \$
Other Receipts		25,857	7,614
Interest Received		-	-
Payments to Suppliers		(17,042)	(5,034)
NET CASH USED IN OPERATING ACTIVITIES	12	<u>8,815</u>	<u>2,580</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for Property, Plant & Equipment		-	-
NET CASH USED IN INVESTING ACTIVITIES		<u>-</u>	<u>-</u>
NET DECREASE IN CASH & CASH EQUIVALENTS		8,815	2,580
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		13,674	11,094
CASH & CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	4	<u>22,489</u>	<u>13,674</u>

To be read in conjunction with the attached notes and compilation report

BPD COMMUNITY VICTORIA LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2020**

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2018	13,976	7,565
Profit/(Loss) attributable to members	(3,224)	6,411
Total other comprehensive income for the year	-	-
Balance at 30 June 2018	<u>10,752</u>	<u>13,976</u>
Balance at 1 July 2019	10,752	13,976
Profit/(Loss) attributable to members	8,238	(3,224)
Total other comprehensive income for the year	-	-
Balance at 30 June 2019	<u>18,990</u>	<u>10,752</u>

To be read in conjunction with the attached notes and compilation report

BPD COMMUNITY VICTORIA LIMITED

**Notes to the Financial Statements
for the year ended 30 June 2020**

	2020	2019
	\$	\$
2 REVENUE & EXPENSES		
Merchandise Sales	24	238
Donations	9,807	5,176
Grants	16,026	2,200
Fundraising	-	-
	<u>25,857</u>	<u>7,614</u>
Depreciation & Amortisation		
- Plant & Equipment	(i) 269	268
	<u>269</u>	<u>268</u>
(i) Included in "Occupancy Expenses" in the Statement of Profit & Loss and Other Comprehensive Income		
3 INCOME TAX		
The Company is exempt from income tax by virtue of section 50-5 of the Income Tax Assessment Act, 1997		
4 CASH & CASH EQUIVALENTS		
Cash at Bank	22,489	13,674
	<u>22,489</u>	<u>13,674</u>
5 TRADE AND OTHER RECEIVABLES		
Trade and Other Receivables	1,247	937
	<u>1,247</u>	<u>937</u>

To be read in conjunction with the attached compilation report

BPD COMMUNITY VICTORIA LIMITED

**Notes to the Financial Statements
for the year ended 30 June 2020**

	2020	2019
	\$	\$
6 PROPERTY, PLANT & EQUIPMENT		
Cost	-	-
Balance at 1 July 2018	805	805
Additions	-	-
Disposals	-	-
Balance at 30 June 2019	<u>805</u>	<u>805</u>
Balance at 1 July 2019	805	805
Additions	-	-
Disposals	-	-
Balance at 30 June 2020	<u>805</u>	<u>805</u>
Depreciation/Amortisation		
Balance at 1 July 2018	(268)	(268)
Additions	-	-
Disposals	-	-
Balance at 30 June 2019	<u>(268)</u>	<u>(268)</u>
Balance at 1 July 2019	(268)	-
Additions	(269)	(268)
Disposals	-	-
Balance at 30 June 2020	<u>(537)</u>	<u>(268)</u>
Carrying Amounts		
At 1 July 2017	-	-
At 30 June 2019	<u>537</u>	<u>805</u>
At 1 July 2019	<u>537</u>	<u>805</u>
At 30 June 2020	<u>269</u>	<u>537</u>

To be read in conjunction with the attached compilation report

BPD COMMUNITY VICTORIA LIMITED

**Notes to the Financial Statements
for the year ended 30 June 2020**

	2020	2019
	\$	\$
7 TRADE AND OTHER PAYABLES		
Trade and Other Payables	6,364	5,000
	<u>6,364</u>	<u>5,000</u>
8 ACCUMULATED SURPLUS		
Accumulated Surplus at the beginning of the financial year	10,752	13,976
Net Profit/(Loss) attributable to members of the company	8,238	(3,224)
	<u>18,990</u>	<u>10,752</u>
9 MEMBERS' GUARANTEE		
The Company is 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		
10 CAPITAL AND LEASING COMMITMENTS		
No Capital or leasing commitments exist as at the reporting date		
11 AUDITOR'S REMUNERATION (EX GST)		
Amounts received or due and receivable by Boyd Legg & Co for an audit of the financial report of the entity	<u>-</u>	<u>-</u>
12 CASH FLOW STATEMENT INFORMATION		
Reconciliation of Cash Flow From Operations		
Profit/(Loss) after Income Tax	8,238	(3,224)
Non Cash Flows in Loss/Profit		
- Depreciation of Non-Current Asset	269	268
Changes in Net Assets & Liabilities:		
Decrease/(Increase) in Receivables/Prepayments	(1,068)	406
(Decrease)/Increase in Payables	1,364	5,000
Decrease/(Increase) in Inventory	12	130
	<u>8,815</u>	<u>2,580</u>

To be read in conjunction with the attached compilation report

Notes to the Account

1. Basis of Preparation

The financial statements are for BPD Community Limited as an individual entity. The financial statements are a General-Purpose Financial Report, prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the Australian Charities and Not-for-profits Commission Act 2012.

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. Material accounting policies adopted in the preparation of these financial statements are presented below and 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.

2. Summary of Significant Accounting Policies

A. Income Tax

The Company is a not-for-profit charitable organization and is exempt from income tax pursuant to Section 50-5 of the Income Tax Assessment Act 1997. The Company is also exempt from certain other government levies such as payroll tax. Donations of \$2.00 or more made to the Company are income tax deductible to donors and exempt from GST

B. Leases

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred. There are no leases at this time.

C. Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefit will flow to the Company and the revenue can be reliably measured.

a) *Interest Income*

Interest income is recognized on a time proportion basis using the effective interest method.

b) *Donation of Goods and Assets*

They are accepted on the basis they will provide a future benefit. Revenue is brought to an account when the goods or assets are received by the Company and is recorded at a fair value.

c) *Grants*

A number of the Company's programs are supported by the federal, state and other institution

If a condition is attached to the grant which must be satisfied before the Company is eligible to receive the contribution, recognition of grant as a revenue is deferred until those conditions are satisfied.

Where the grant is received on the condition that specified service is delivered to the grantor, this is considered a reciprocal transaction. Revenue is recognized as services are performed and at the yearend a liability is recognized until service is delivered.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is initially recognized in the Statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognized as income on receipt.

The revenue from Non-Reciprocal grant that is not subject to condition is recognized when the Company obtains control of the fund, economic benefit are probable and the amount can be measured reliably. Where a grant may be required to be repaid if certain condition is not satisfied, a liability is recognized at the year end to the extent that the condition remains unsatisfied.

Where a Company receive a Non-Reciprocal contribution of an asset from the government or other party for no or nominal consideration, the asset is recognized at fair value and a corresponding amount of revenue is recognized.

d) Donation

The Company is a Not for Profit organization and receives part of its income from donations, the amount donated can be recognized only when they are received by the Company.

e) Services

Services provided on a voluntary contribution basis. Revenue is not recognized in this area representing the value of the pro bono contribution of those providing the services or logistical support to our programs, however value of pro bono is presented in this report by applying a standard rate of services.

f) Contribution of assets

Contributions are recognized when the Company is notified of an impending distribution or the contribution is received, whichever occurs earlier. Revenue from contributions comprising shares or other property is recognized at fair value, being their market value at the date the Company becomes legally entitled to the assets.

g) Interest

Interest income is recognized in the Statement of profit or loss and other comprehensive income as it accrues, using the effective interest method.

D. Goods and services tax (GST)

Revenues, expenses and assets are recognized 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 recognized 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.

Cash flows are presented in the Statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

All revenue is stated net of the amount of Goods and Services Tax (GST).

E. Property, plant and equipment

a) *Basis of measurement of carrying amount*

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the costs of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of profit or loss and other comprehensive income during the financial period in which they are incurred.

b) *Depreciation*

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Company, commencing when the asset is ready for use.

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

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

Asset class	Depreciation rate
Furniture, fittings and equipment - at cost	20%
Information Technology and Communications Equipment	33%

c) *Impairment*

The carrying values of plant and equipment are reviewed for impairment at each reporting date, with the recoverable amount being estimated when events or changes in circumstances indicate that the carrying value may be impaired.

The recoverable amount of plant and equipment is the higher of fair value less costs to sell and value in use. Depreciated replacement cost is used to determine value in use. Depreciated replacement cost is the current replacement cost of an item of plant and equipment less, where applicable, accumulated depreciation to date, calculated on the basis of such cost.

Impairment exists when the carrying value of an asset exceeds its estimated recoverable amount. The asset is then written down to its recoverable amount.

For plant and equipment, impairment losses are recognized in the Statement of profit or loss and other Comprehensive income. However, because land and buildings are measured at revalued amounts, impairment losses on land and buildings are treated as a revaluation decrement.

d) *De-recognition and disposal*

An item of property, plant and equipment is derecognized upon disposal or when no further future economic benefits are expected from its use or disposal.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These are included in the Statement of profit or loss and other comprehensive income.

e) Estimation of useful lives of assets

The estimation of the useful lives of assets has been based on historical experience as well as warranties (for plant and equipment and motor vehicles) and turnover policies (for motor vehicles). In addition, the condition of the assets is assessed at least once per year and considered against the remaining useful life. Adjustments to useful lives are made when considered necessary.

F. Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments which are convertible to a known amount of cash and subject to an insignificant risk of change in value. For the purposes of the Statement of cash flows, cash and cash equivalents consist of cash, deposits and other short-term investments with original maturities of three months or less.

G. Employee benefits

No provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period at this time.

H. Trade and other receivables

Trade receivables, which comprise amounts due from services provided are recognized and carried at original invoice amount less an allowance for any uncollectable amounts. Normal terms of settlement vary from 30 to 60 days. The notional amount of the receivable is deemed to reflect fair value. An allowance for impairment of receivables is made when there is objective evidence that the Company will not be able to collect the debts. Bad debts are written off when identified.

I. Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realized or intended to be sold or consumed in normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realized within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

J. New, revised, or amending Accounting Standards and Interpretations adopted AASB 1058 Income for Not-for-Profit Entities:

AASB 1058 will defer income recognition in some circumstances for not-for-profit entities, particularly where there is a performance obligation or any other liability. In addition, certain components in an arrangement, such as donations, may be separated from other types of income and recognized immediately. The standard also expands the circumstances in which not-for-profit entities are required to recognize income for goods and services received for consideration that is

significantly less than the fair value of the asset principally to enable the entity to further its objectives (discounted goods and services), including for example, peppercorn leases.

AASB 1058 is effective for annual reporting periods beginning on or after 1 January 2019, with early adoption permitted.

The directors of the Company anticipated that the application of AASB 1058 in the future may have an impact on the amounts reported and disclosure made in the Company's financial statements. Management has made an assessment and believe that there will be an impact in relation to peppercorn leases. However, it is not practicable to provide a reasonable estimate of the effect until the company undertakes a detailed review.

AASB 1011 Accounting for Research and Development Costs

The directors of the Company have decided to capitalize the development costs of two courses that have been developed. These courses meet the requirement under the standard in that the recoverable amount is greater than the costs incurred.

K. Comparative information

Being the first year the Company has prepared General Purpose Financial statements it has been decided that the Company will not provide previous years statements for comparison but intends to do so in future years.

L. Non-current assets or disposal groups classified as held for sale BPD Community Victoria Limited

There are no non-current assets and assets of disposal groups classified as held for sale.

An impairment loss is recognized for any initial or subsequent write down of the non-current assets and assets of disposal groups to fair value less costs of disposal. A gain is recognized for any subsequent increases in fair value less costs of disposal of a non-current assets and assets of disposal groups, but not in excess of any cumulative impairment loss previously recognized.

M. Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Provisions:

Short-term employee benefits

The Company has determined the liability for employee benefits arising from services rendered by employees to the end of the reporting year. 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.

Long-term employee benefits

Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting. Consideration is given to expect future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

N. Pro-Bono contributions

Pro-Bono contributions of Board Members and Development Committee Volunteers are recognized at a standard rate per hour except when they are providing professional services for which they are professionally qualified to deliver when a suitable market rate is used.

O. Impairment of non-financial assets

The Company assesses impairment of all assets at each reporting date by evaluating conditions specific to the Company and to the particular asset that may lead to impairment. These include economic environment and future expectations of the assets. If an impairment trigger exists, the recoverable amount of the asset is determined.

P. Inventory and Donated Goods

Inventories are recorded at a lower of cost and cost less any loss in service potential or at current replacement cost if there is no associated cost of the goods.

Donated goods are recorded at a fair value either by wholesale value or an independent valuation. Where physically received by the Company, donated goods are held in inventory until the risk and reward have passed to the receiving entity.