



Melbourne High School Foundation Ltd
Annual Report 2016



Melbourne High Foundation Ltd

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**MELBOURNE HIGH SCHOOL FOUNDATION LTD.
ABN 82 125 199 457**

**PRESIDENT'S REPORT
FOR YEAR ENDING 31st DECEMBER 2016**

INTRODUCTION AND MISSION

The Melbourne High School Foundation is the fundraising arm of Melbourne High School. The Foundation enables Melbourne High School to provide a variety of non-Government funded academic, sporting, cultural and wellbeing programs that ensure a rich all-encompassing education for all students regardless of their family circumstances.

GOVERNANCE STRUCTURE

The achievement of the aims of the Foundation rests on the governance structure comprising board members and committees which collectively:

- determine policy and direction
- create and implement plans to raise funds
- process donations
- allocate funds in conjunction with the School
- oversee four trusts:
 - The MHS Arts & Cultural Trust
 - The MHS Scholarship Trust
 - The MHS General Trust
 - The Melbourne High School Foundation Health Promotion Trust.

DIRECTORS AND OFFICERS

The following directors served during the year:

- John Wertheimer (President)
- Mark Taft (Vice-President & School Council Nominee)
- Michael Hills (Secretary)
- Noel Moloney (Treasurer and Public Officer)
- Simon Evans (Building Advisor)
- Jeremy Ludowyke (School Principal)
- Sam Theodore (MHSOBA Nominee)

Directors' meetings have been held monthly throughout the year.

In July 2016, Executive Director Jenny White moved on from the Foundation, having provided positive leadership and strengthened corporate and community engagement over four years. We thank her for her professionalism, drive and enthusiasm which forged a strong direction for the future of the Foundation.

Commencing in September, Wendy Brooks Consulting provides strategic fundraising advice and secretariat support for the Foundation.

“Thinking Forward” - Centenary of Melbourne High School at Forrest Hill

The year 2027 marks the Centenary of Melbourne High School at Forrest Hill. Our focus continues to be the:

- renovation of School buildings and classrooms, many of which have not been updated since 1927
- student wellbeing and a state-of-the art Health Promotion Centre
- co-curricular programs such as sports, music and visual and performing arts
- the Gifted Education Academy at 669 Chapel Street
- Melbourne High School preservation and heritage.

THE MELBOURNE HIGH SCHOOL ANNUAL APPEAL

The MHS Annual Appeal is an important source of income and is well supported by the alumni and our community of old boys. We are delighted with the strong support generated by the 2016 Appeal for a range of important activities, including the full renovation of our first classroom, T-17. The amounts raised are listed below.

ANNUAL APPEAL		2016 (\$)
MHS	Project 669	1,117
MHS	Castle on Hill	89,073
FOUND	Scholarship. Trust	71,245
FOUND	Arts & Culture	12,437
MHS	Library Fund	7,953
FOUND	Health Promotion Trust	11,615
MHS	Rowing Centre	32,527
MHS	Health Prom Centre	5,792
ASF	Rowing Centre	200
TOTAL		\$ 231,959

In its second year online, the Foundation's website has seen an increase in traffic viewing our projects, news and activities. We invite all members of the community to visit www.mhsfoundation.org.au to keep updated on achievements and ways to become involved with Melbourne High School.

THE MELBOURNE HIGH SCHOOL BEQUEST SOCIETY

Over the years, past students have chosen to recognize the Melbourne High School's integral part in their development, growth and success by leaving a gift to the school in their Will. This very special support continues to play a vital part in the success of Melbourne High School with many of our buildings, facilities and programs benefitting from gifts in the wills of Alumni, friends and benefactors.

The MHS Bequest Society invites donations to the MHS General Trust. The Society honours the many individuals who have chosen to make a bequest and thus become part of the history of Melbourne High School and two of its pillars, the Melbourne High School Foundation and the Melbourne High School Old Boys' Association. Strong participation by old boys of Melbourne High School is critical to the success of the Bequest Society.

With the assistance of our Ambassadors, Patrons and distinguished Alumni, we look forward to increasing focus on the work and outreach of each of the trusts and the MHS Bequest Society for the benefit of current and future students of the School.

669 CHAPEL STREET: THE PROPOSED CENTRE FOR GIFTED EDUCATION

The initial design and master planning for the Melbourne High School Gifted Academy has progressed since mid 2016.

THE MELBOURNE HIGH SCHOOL FOUNDATION HEALTH PROMOTION TRUST

We are pleased that ongoing support for a program supporting students' wellbeing remains strong.

THE MHS SCHOLARSHIP TRUST

The Scholarship Trust continued to be well supported and there was a significant and very pleasing increase in donations. Four new scholarships were established, bringing the total to 36 scholarships. The four new scholarships are the:

- Roderick Macdonald Bursary
- Dr Christopher McGrath Bursary
- The John Beaton Prize
- The Hamish O'Donnell Memorial Media Studies Prize.

THE MHS ARTS & CULTURAL TRUST

The Foundation continued to work towards increasing the financial support available for the development of arts and cultural activities within the School and the wider City of Stonnington community.

STRATEGY FOR FUNDRAISING

The Foundation commenced working with Wendy Brooks Consulting in September 2016 to develop key fundraising strategies and activities. The Foundation's focus is on strengthening relationships with the families of students, alumni and potential supporters; identifying and articulating key programs that will support MHS students to achieve their potential, and implementing our strategic fundraising plan to attract income.

We look forward to sharing upcoming activities with you and encourage everyone in the broader school community to become involved.

IN CLOSING

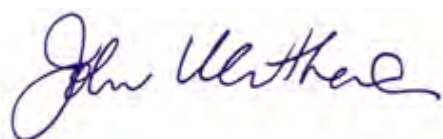
We are pleased with our achievements, strengthened relationships and increased clarity in strategic direction and future activities.

I thank my fellow board members, new and existing ambassadors and patrons, MHSOBA Council, outgoing Chief Executive Jenny White, Finance and Administration Officer Jodie Gunton, MHSOBA Events Manager Margie Haes and the Wendy Brooks Consulting team for contributing to a very positive year.

My sincere thanks to each one of you who supported Melbourne High School's students and staff, past, current and future.

I look forward to seeing many of our members at the AGM on 21 June 2017.

Best wishes,

A handwritten signature in blue ink, reading 'John Wertheimer', with a stylized, cursive script.

Col. John Wertheimer AM RFD
President
25 May 2017



Melbourne High School Foundation Ltd
ACN: 125 199 457
as Trustee for
Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust,
Melbourne High School Foundation Health Promotion Trust &
Melbourne High School General Trust

Special Purpose Financial Statements
For the period 1 January 2016 to 31 December 2016

Melbourne High School Foundation Ltd
ACN: 125 199 457

**As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health Promotion Trust
& Melbourne High School General Trust**

Directors' Report
For the period 1 January 2016 to 31 December 2016

The directors present their report on Melbourne High School Foundation Limited (as Trustee for Melbourne High School Scholarship Trust, Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health Promotion Trust and Melbourne High School General Trust) for the 12 months ended 31 December 2016.

Incorporation

Melbourne High School Foundation Limited, a company limited by guarantee, was incorporated on 2 May, 2007.

Company Strategy and Objectives

The short and long term objectives of the company and the trusts it administers are to provide assistance to past and present students and staff of Melbourne High School.

Our strategy for achieving these objectives centres on:

- Instituting a range of specific activities aimed at raising funds to finance the activities of our three trusts
- The development of a corpus for the company; the earnings on which will be used to assist with the funding of our administrative activities including the running of the three trusts.
- Seeking funding from other relevant trusts to help finance the desired activities
- Liaising as appropriate with other bodies, particularly the City of Stonnington, in relation to the joint sponsoring of arts and cultural activities.

In the 12 months, from 1 January 2016 to 31 December 2016 our principal activities were:

- The granting of a number of scholarships to students from families that are income constrained
- The establishment of a strategy for the development of a capital corpus to fund the Foundation's intended activities, using a number of distinguished persons in a range of professional, business and cultural communities who would work with the Foundation Directors to promote this program to the Corporate sector
- Co-ordinating the Annual Appeal program which provides a range of tax deductible opportunities that will directly benefit the students and programs of Melbourne High School
- Continuing work on developing a web site for the Foundation.

These activities contributed towards the achievement of our objectives by:

- Providing assistance to eligible students whose families are in genuine financial need
- Starting the process of putting the Foundation onto a better financial basis
- Increasing the degree of co-operation between the School and the Foundation and also the Old Boys Association
- Providing the basis for efficient contemporary methods of communicating with the community at large and for the receipt of donations etc.

As the Foundation is still very much in a startup phase, we have not as yet introduced any formal measures of our performance. Measures such as annual funding targets will be developed and implemented as soon as it is reasonable to do so.

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health Promotion Trust
& Melbourne High School General Trust

Directors' Report
For the period 1 January 2016 to 31 December 2016

Directors: The following persons held office as directors of Melbourne High School Foundation Limited (the Company) between 1 January 2016 and 31 December 2016

ERIC JOHN WERTHEIMER AM RFD – President from December 2011 (Appointed 27 November 2008)

Profession: Manager

Qualifications: FRMIT, B Econ, CPEng

Experience: Army Officer, Managing Director, Engineer, Project Management, Management Consultant, Chairman

(PHILIP) MARK TAFT - Vice President (Appointed 2 May 2007)

Profession: Judge

Qualifications: BA(Hons) LLB

Experience: Barrister 1989-2008. Senior Counsel. Former Vice-Chairman, Criminal Bar Association. Former President, Melbourne High School Council.

NOEL MOLONEY – Treasurer/Company Secretary (Appointed 27 November 2008)

Profession: Accountant/Criminology

Qualifications: B.Comm (University of Qld); CPA; Master of Criminology (University of Melbourne)

Experience: 30 years in government areas of finance, budgeting, strategic planning, internal auditing, securities administration, strategic reviews, program evaluations, policy, state and national committees, and statistics; formerly Treasurer Melbourne High School Council.

MICHAEL HILLS - (Appointed 1 November 2007)

Profession: Accountant

Qualifications: BEc(Hons); CPA; Registered Tax Agent; Advanced Management Programme - Australian Admin. Staff College

Experience: Senior Economics; Corporate Planning; Managerial & Financial Control positions in major Australian Bank; 18 years' experience in not for profit sector; Former Director, Company Secretary & Treasurer Foundation Boroondara Ltd; recently Director and Company Secretary Canterbury Surrey Hills Community Finance Ltd; former Treasurer Melbourne High School Council.

SAM THEODORE - (Appointed 29 January 2014)

Profession: Audit and Risk

Qualifications: Masters in Practicing Accounting - Monash University, Bachelor of Business - Banking and Finance - Monash University, Member Institute of Public Accountants, Senior Associate - SA FIN (FINSIA) - Financial Services Institute of Australasia

Experience: Director Blind Sports Australia, Director Landshare Pty Ltd, Director T Corporation Pty Ltd. SJ Theodore Holdings Pty Ltd. Former Director Goalball Australia

JEREMY LUDOWYKE (Appointed 2 May 2007)

Profession: School Principal

Qualifications: MA, Dip Ed., Grad Dip. Ed (Policy and Administration)

Experience: Teacher, Department of Education 35 years, Principal, Department of Education 21 years including financial management, corporate governance and Human Resource management training and experience.

SIMON EVANS (Appointed 27 July 2016)

Profession : Project and Development Manager

Qualifications: BArch (Melbourne University),

Experience: General Manager of Project Management for a large private development company - 14 years, Associate Director of a private project management consulting firm - 10 years. Responsibility for design management and timely completion of projects over a period of 33 years

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health Promotion Trust
& Melbourne High School General Trust

Directors' Report
For the period 1 January 2016 to 31 December 2016

Operating Results

The surplus of the company, incorporating the Melbourne High School Scholarship Trust, Melbourne High School Arts and Cultural Trust, Melbourne High School Health Promotion Trust & Melbourne High School General Trust, for the 12 months from 1 January 2016 to 31 December 2016 amounted to **\$229,241**.

Review of Operations

A summary of revenue and results is set out below:

	1/1/2016 to 31/12/2016	1/1/2015 to 31/12/2015
	\$	\$
Revenue from ordinary activities of the Company	774,970	806,597
Net surplus of the Company	229,241	157,495

The year saw further progress achieved towards the Foundation's role of being a major additional fund raising mechanism for the School and the wider school community.

The Foundation now administers 4 Trusts and is able to gather and utilise funds for a wide range of purposes, including the receipt of bequests of any form, i.e. cash, securities and real property.

The Foundation continues to administer the School's annual fund raising appeal. In the 2010-11 financial year, the Foundation introduced an additional category for donations for specific projects. In 2011-12 the School continued the fundraising for the redevelopment of the School's Library. This year, the specific project adopted was the raising of funds to assist with the purchase of property at 661 Chapel Street for future use by the School. We are continually working on other strategies to make both the School's and the Foundation's fund raising activities even more successful. These will be implemented at the earliest opportunity.

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health Promotion Trust
& Melbourne High School General Trust

Directors' Report
For the period 1 January 2016 to 31 December 2016

Meetings of Directors

The number of Board meetings attended by the directors whilst the director was in office that were held during the period from 1 January 2016 to 31 December 2016:

Name of Director	Number eligible to attend	Number attended
Eric John Wertheimer	10	9
Jeremy Ludowyke	10	8
(Philip) Mark Taft	10	9
Michael Ronald Hills	10	10
Noel Gerard Moloney	10	8
Sam Theodore	10	7
Simon Evans	5	5

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health Promotion Trust
& Melbourne High School General Trust

Directors' Report
For the period 1 January 2016 to 31 December 2016

Liability of Directors

Should the company ever be wound up, Section 8 of its Constitution states that the maximum contribution that members must make is \$100 each. All directors must be members of the company and the current maximum number of directors is seven.

Subject to any changes to the maximum number of directors allowed, the maximum aggregate liability of directors current at the time of winding up is therefore \$700. Any directors who resign within the year prior to the winding up are also required to contribute a maximum of \$100 each.

Auditor's Independence Declaration

The auditor's independence declaration for the 12 months ended 31 December 2016 has been received.

This report is made in accordance with a resolution of the directors.

Eric John Wertheimer
Director

Noel Moloney
Director

Dated this 21st day of June 2017

Location: Melbourne, Victoria

Melbourne High School Foundation Ltd

ACN: 125 199 457

As Trustee for Melbourne High School Scholarship Trust,

Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health Promotion Trust & Melbourne High School General Trust

Statement of Comprehensive Income for the period 1 January 2016 to 31 December 2016

	Notes	MHS Foundation Limited		MHS Scholarship Trust		MHS Arts & Cultural Trust		MHS Health Promotion Trust		MHS General Trust		TOTALS	
		2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
		\$	\$	\$	\$	\$	\$			\$	\$	\$	\$
Revenue from Ordinary Activities	2												
Donations				99,705	77,810	12,837	7,295	11,565	64,370		-	124,107	149,475
Scholarships				81,138	58,582							81,138	58,582
Grants									-			0	0
Interest			93	10,195	5,677	32	40	77	54	1,414	697	11,718	6,562
Sponsorship					2,500							0	2,500
Salary Reimbursement			123,762							52,836		52,836	123,762
Re-imburement of expenses			49,790							62,019	16,580	62,019	66,370
Contributions to 669 Chapel Street										145,865	203,287	145,865	203,287
Lease of 669 Chapel Street										297,287	196,060	297,287	196,060
Bequests											-	0	0
Total Revenue		0	173,644	191,038	144,569	12,869	7,335	11,642	64,424	559,421	416,624	774,970	806,597
Expenses from Ordinary Activities	3												
Employment expenses			173,136							105,316		105,316	173,136
Bank Fees			1,459		-		35		-	3,457	-	3,457	1,494
Filing Fees												0	0
Insurance			275		-		-		-	2,609	-	2,609	275
Legal & Accounting			45		-		-		-	122	-	122	45
Office Administrative Expenses			2,218		-		-		-	1,224	127	1,224	2,345
Scholarship & Prizes Awarded			-	68,886	53,050	400	-		-		-	69,286	53,050
Expenses for 669 Chapel Street			-		-		-		-	307,176	329,163	307,176	329,163

Melbourne High School Foundation Ltd

ACN: 125 199 457

As Trustee for Melbourne High School Scholarship Trust,

Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health Promotion Trust & Melbourne High School General Trust

	Notes	MHS Foundation Limited		MHS Scholarship Trust		MHS Arts & Cultural Trust		MHS Health Promotion Trust		MHS General Trust		TOTALS	
		2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
		\$	\$	\$	\$	\$	\$			\$	\$	\$	\$
Fund Raising expenses			1,437		-		-		-	10,140	16,598	10,140	18,035
Reimbursements of trust expenses			-	32,064	21,702	4,008	2,713	4,008	2,713		22,662	40,080	49,790
General expenses			2,955		12,435		500	2,200	5,395	4,119	485	6,319	21,769
Total Expenses		-	181,524	100,950	87,187	4,408	3,248	6,208	8,108	434,163	369,035	545,729	649,102
Profit/(Loss) Before Income Tax		0	-7,880	90,088	57,382	8,461	4,088	5,434	56,316	125,258	47,589	229,241	157,495
Other Comprehensive Income/Expense													
Total Comprehensive Income After Income tax		0	-7,880	90,088	57,382	8,461	4,088	5,434	56,316	125,258	47,589	229,241	157,495

The above income statements should be read in conjunction with the accompanying notes.

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health
Promotion Trust & Melbourne High School General Trust

Balance Sheet
As at 31 December 2016

	Notes		1/1/2015 to 31/12/2015
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	4	867,618	809,493
Receivables & Prepayments	5	21,000	5,213
TOTAL CURRENT ASSETS		888,618	814,706
NON-CURRENT ASSETS			
Art Works	6	572,728	572,728
Website and Database	6	6,610	6,610
669 Chapel Street	6	5,188,579	5,188,579
TOTAL NON-CURRENT ASSETS		5,767,917	5,767,917
TOTAL ASSETS		6,656,535	6,582,623
LIABILITIES			
669 Chapel Street	8	4,917,948	5,006,086
Scholarships	7	99,340	101,978
Other Creditors	7	41,684	106,237
TOTAL LIABILITIES		5,058,972	5,214,301
NET ASSETS		1,597,563	1,368,322
EQUITY			
Settled Sum	10	3,350	3,350
Retained Profits	9	1,344,013	1,114,772
Contributed Equity (669 Chapel St)		250,200	250,200
		1,597,563	1,368,322

The above balance sheet should be read in conjunction with the accompanying notes.

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health
Promotion Trust & Melbourne High School General Trust

Statement of Changes in Equity
For the period 1 January 2016 to 31 December 2016

	Settled Sums	Retained Earnings	Total
	\$	\$	\$
Balance at 31 December 2014	3,350	957,277	960,627
Surplus attributed to the company	-	157,495	157,495
Balance at 31 December 2015	3,350	1,114,772	1,118,122
Surplus attributed to the company	-	229,241	229,241
Balance at 31 December 2016	3,350	1,344,013	1,347,363

The above statement of changes in equity should be read in conjunction with the accompanying notes.

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health
Promotion Trust & Melbourne High School General Trust

Statement of Cash Flows
For the period 1 January 2016 to 31 December 2016

	\$	1/1/2015 to 31/12/2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Donations, Sponsorship and other operations	335,544	565,356
Payments and Transfers	(315,302)	(444,406)
Net Inflow from operating activities	20,242	120,950
CASH FLOW FROM FINANCING ACTIVITIES		
Specified Scholarships received	81,838	58,582
Specified Scholarships paid	(68,886)	(53,050)
Net Inflow from finance activities	12,952	5,532
CASH FLOW FROM INVESTING ACTIVITIES		
Interest Received	11,718	6,562
Contributions for land acquisition	139,648	203,287
C & L Holdings Deposit	0	90,000
C & L Holdings Payments for lease	309,841	196,060
Payments to Bendigo Bank comprising:	(321,435)	(326,037)
Interest/fees	(149,428)	(164,531)
Principal	(172,007)	(161,506)
Payments to Utilities and SRO	(114,841)	(84,204)
Net Inflow from investing activities	24,931	85,668
Net increase in cash and cash equivalents	58,125	212,150
Cash and cash equivalents at the beginning of period	809,493	597,343
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	867,618	809,493

The above statement of cash flows should be read in conjunction with the accompanying notes.

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health
Promotion Trust & Melbourne High School General Trust

Notes to the Accounts
For the period 1 January 2016 to 31 December 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

In the directors' opinion, the Company is not a reporting entity because there are no users dependent on general purpose financial reports.

This is a special purpose financial report that has been prepared for the sole purpose of complying as applicable with the *Corporations Act 2001* requirements to prepare and distribute a financial report to the members and must not be used for any other purpose. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members.

This special purpose financial report for the year ended 31 December 2016 has been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Corporations Act 2001 and the significant accounting policies disclosed below. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial report is prepared in accordance with the historical cost convention. Unless otherwise stated, the accounting policies adopted are consistent with those of the previous year. Comparative information is reclassified where appropriate to enhance comparability.

The income statement has been classified according to each particular trust (Melbourne High School Scholarship Trust, Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health Promotion Trust and Melbourne High School General Trust) so that information is more discernible to users. The other financial reports have not needed to be modified in the same manner.

For the purposes of the report, the foundation is a not for profit entity.

(a) Revenue recognition

Income is recognised when receivable.

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

b) Income Tax

The Company is not exempt from income tax under the provisions of the Income Tax Assessment Act. However, as its major role is to act as a corporate trustee it is unlikely that the company will pay any tax. The Company has been recognised by the Australian Taxation Office as a Deductible Gift Recipient for funds donated to the Melbourne High School Scholarship Trust, the Melbourne High School Arts and Cultural Trust, and the Melbourne High School Foundation Health Promotion Trust. These trusts are exempt from income tax.

(c) Cash and cash equivalents

Cash and cash equivalents include all cash on hand, at call deposits with banks or financial institutions and investments in money market instruments maturing within less than two months.

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health
Promotion Trust & Melbourne High School General Trust

Notes to the Accounts
For the period 1 January 2016 to 31 December 2016

	\$	1/1/2015 to 31/12/2015 \$
2. REVENUE FROM CONTINUING OPERATIONS		
Donations	124,107	149,475
Scholarships	81,138	58,582
Sponsorship	0	2,500
Grants	0	0
Reimbursement Salary Expense	52,836	123,762
Re-imburement of Expenses	62,019	66,370
Contributions to 669 Chapel Street	145,865	203,287
Bequests	0	0
Lease of 669 Chapel Street	297,287	196,060
Interest	11,718	6,562
	774,970	806,597
3. EXPENSES FROM ORDINARY ACTIVITIES		
Employment Expenses	105,316	173,136
Bank Fees	3,457	1,494
Insurance Premiums	2,609	275
Legal & Accounting	122	45
Stationery, Supplies & Gifts	1,224	2,345
Scholarship Awards	69,286	53,050
669 Chapel Street Acquisition	307,176	329,163
Annual Appeal & Other General Expenses	16,459	89,594
Reimbursement of General Trust Expenses	40,080	0
	545,729	649,102
4. CASH AND CASH EQUIVALENTS		
Westpac Bank – Melbourne High School Foundation Ltd	833	75,161
Westpac Bank – Melbourne High School Scholarship Trust	32,275	48,045
Westpac Bank – Melbourne High School Arts and Cultural Trust	38,139	25,678
Westpac Bank – Melbourne High School General Trust	40,080	6
Westpac Bank – Melbourne High School Health Promotion Trust	76,949	71,466
Bendigo Bank - Melbourne High School General Trust	222,222	228,955
Bendigo Bank - Melbourne High School Scholarship HYA	147,912	360,182
Bendigo Bank – Melbourne High School Scholarship Trust Reserve	313,208	0
	867,618	809,493

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health
Promotion Trust & Melbourne High School General Trust

5. RECEIVABLES

Debtors	21,000	5,213
	21,000	5,213

6. NON-CURRENT ASSETS

Art Works 1 and 2	120,000	120,000
Art Works 3	50,000	50,000
Art Works 4,5 &6	<u>402,728</u>	<u>402,728</u>
	572,728	572,728
Website and Database	6,610	6,610
669 Chapel Street	5,188,579	5,188,579
	5,767,917	5,767,917

7. CURRENT LIABILITIES

Lachlan Caspar Brooke Memorial Scholarship	55,663	55,663
S. Fincher Young Carer Bursary	14,677	16,815
George Langley Award	29,000	29,500
GST	2,675	14,747
Trade Creditors	21,048	53,637
Payroll	-	5,793
Other	17,961	32,060
	141,024	208,215

8. NON-CURRENT LIABILITIES

669 Chapel Street Mortgage payable	4,917,948	5,006,086
	4,917,948	5,006,086

9. RETAINED PROFITS/LOSSES

Retained profits/losses at the end of the financial year.

Melbourne High School Foundation Ltd	(13,183)	(13,183)
Melbourne High School Arts & Cultural Trust	526,889	514,420
Melbourne High School Scholarship Trust	495,039	372,887
Melbourne High School General Trust	254,755	169,577
Melbourne High School Health Promotion Trust	80,513	71,071
	1,344,013	1,114,772

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health
Promotion Trust & Melbourne High School General Trust

10. MEMBERS GUARANTEE AND SETTLED SUM

The Melbourne High School Foundation Limited is a company limited by guarantee. In the event of a winding up of the company, liability of members is limited to a maximum of \$100 each. As at 30 June 2016, the aggregate maximum liability of all current members is \$2,500. Any directors who resign within the year prior to the winding up are also required to contribute a maximum of \$100 each.

The Settled Sum of the four trusts to which the Melbourne High School Foundation Limited acts as Trustee for are:

Melbourne High School Scholarship Trust	\$1,400
Melbourne High School Arts & Cultural Trust	\$1,500
Melbourne High School Foundation Health Promotion Trust	\$400
Melbourne High School General Trust	<u>\$50</u>
	<u>\$3,350</u>

Melbourne High School Foundation Ltd
ACN: 125 199 457
As Trustee for Melbourne High School Scholarship Trust,
Melbourne High School Arts and Cultural Trust, Melbourne High School Foundation Health
Promotion Trust & Melbourne High School General Trust

Directors' Declaration
For the period 1 January 2016 to 31 December 2016

In accordance with a resolution of the directors, the directors of the company declare that

- a) the financial statements and notes set out on pages 7 to 13 of the Company are in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the Company's financial position as at 31 December 2016 and of its performance as represented by the results of its operations and its cash flows for the year ended on that date; and
 - (ii) complying with Accounting Standards and the Corporations Regulations 2001; and
- b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board,

Eric John Wertheimer
Director

Noel Moloney
Director

Dated this 21st day of June 2017

Location: Melbourne, Victoria

Independent Auditor's Report to the members of Melbourne High School Foundation Ltd

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Melbourne High School Foundation Ltd, which comprises the statement of financial position as at 31 December 2016, the statement of profit or loss and other comprehensive income, the statement of cash flows and the statement of changes in members funds for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, **and the directors' declaration.**

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the ***Corporations Act 2001*** and is appropriate to meet the needs of the members. The **directors'** responsibility also includes such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those 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 report is free from material misstatement.

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

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

Auditor's Independence Declaration

In conducting our audit, we have complied with the independence requirements of the **Corporations Act 2001**. We confirm that the independence declaration required by the **Corporations Act 2001**, which has been given to the directors of Melbourne High School Foundation Ltd would be in the same terms if given to the directors as at the time of this auditor's report.


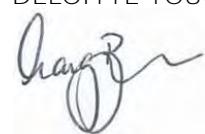
Opinion

In our opinion, the financial report of Melbourne High School Foundation Ltd is in accordance with the **Corporations Act 2001**, including:

- (a) giving a true and fair view of the **company's** financial position as at 31 December 2016 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards and the **Corporations Regulations 2001**.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of **fulfilling the directors' financial reporting responsibilities under the Corporations Act 2001**. As a result, the financial report may not be suitable for another purpose.


DELOITTE TOUCHE TOHMATSU


Craig Bryan
Partner
Chartered Accountants
Melbourne, 21 June 2017

21 June 2017

The Board of Directors
Melbourne High School Foundation Ltd
Forest Hill
SOUTH YARRA VIC 3141

Dear Board Members

MELBOURNE HIGH SCHOOL FOUNDATION LTD

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Melbourne High School Foundation Ltd.

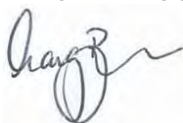
As lead audit partner for the audit of the financial statements of Melbourne High School Foundation Ltd for the financial year ended 31 December 2016, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



Craig Bryan
Partner
Chartered Accountants

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