

Legacy Australia Incorporated

6TH ANNUAL REPORT

2019 - 2020



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Chairman's Report



Chairman, Richard Cranna

As Chairman of Legacy Australia Inc, it is my honour and pleasure to present my Annual Report covering the Year ended 30th June 2020.

This year has been a particularly difficult year for our clubs as we struggled to care for our beneficiaries, particularly our ageing widows, within the Covid-19 pandemic as well as the disastrous bushfires, floods and drought that affected all states in the past year.

But, under these difficult conditions, all clubs have kept our torch burning brightly as our Legatees and staff have all managed to keep in touch with our dependants, particularly those who either live alone or without much family support.

If there is anything positive to emerge from this pandemic, it has brought clubs closer together, and I am proud to report that every club has done a wonderful job in identifying, and putting in place, systems to ensure all our beneficiaries have been contacted, and support has been put into place and provided where it is needed.

Although the pandemic has taught us new skills like using electronic means to hold meetings and keep in contact with each other, we have lacked the personal physical contact both with our beneficiaries, Legatees and staff, and this has made our Legacy's tasks and responsibilities more challenging.

Although the financial year has finished with some difficulties, due to the pandemic and our contact and care for our ageing widows, it has been a year of consolidation as far as Legacy Australia is concerned. I am pleased to report that LA Inc has continued to show a positive and increased surplus following some generous bequests and donations.

The pleasing aspect is that our expenses have been reduced over the past 12 months by some \$350,000, whilst disbursements to clubs totaled \$540,000 and, apart from the Annual Subscription, no Levy was required to be charged to clubs during the financial year.

At the same time, although we have not been able to renew the Westpac Education fund, LA Inc has received some specific bequests and donations which will complement the exhausted Westpac Fund and allow LA Inc to continue to provide educational and additional funds to clubs to assist with their youth development programs.

We were fortunate to receive a donation from the John and Anna Belfer Belanna Trust, which will allow us to continue to fund our youth programs with the Australian War Memorial, including our Junior Public Speaking Finals as well as funds for Disaster Relief if required, as we were able to do during the past year.

Chairman's Report

The LA Inc Committees have been busy during the year, and these have involved all clubs as we plan for our future, allowing Legacy to remain relevant and needed by the changing requirements of our current Legacy families.

The Board was sad to accept Legatee John Bertram's resignation after many years of dedicated service and time as a Board member, but his replacement, Legatee Eric Easterbrook, with his long Legacy experience and knowledge, will be an excellent replacement.

The year also saw the merging of Gold Coast and Coolangatta Tweed Heads Legacy Clubs as they consolidate their future Legacy operations on the Gold Coast.

The Legacy 2030 Steering Committee, under Legatee Peter Keane's chairmanship, has identified the various options and decisions, under which clubs can make or need to make, to ensure that their beneficiaries under their care, can continue to receive the care they currently receive whilst complying with governance demands.

The options clubs might consider to ensure their ability to continue to operate as a club have been identified in the Legacy 2030 Steering Committee Report, but these decisions and actions identified are only a guide for individual clubs to make themselves.

However, this 2030 Committee or LA Inc can assist any club which needs help or guidance with any direction it chooses to take.

Where beneficiary numbers have been reducing, clubs may also consider their need to own premises, where consideration of a sale and lease option would free up much needed funds and still have the ability to hold widow and Legatee functions.

With a shortage of ATDP qualified Legatees, the Advocacy Committee has been active in reviewing our welfare requirements and the future provision of welfare services.

A National Advocacy Forum involving all Legatee and staff Advocates was held in Canberra in August 2019 to discuss this and other current welfare issues, and there have been regular meetings by this Committee and the National Advocacy Working Group involving all state CEO's and Advocates during the year. There are still issues in some clubs concerning their care of families where the veteran's partner has been affected either physically or mentally by his/her war service, and this needs to be addressed by those clubs to ensure that Legacy continues to abide by our Constitution and remain relevant in our future years. Under our Constitution, we have a responsibility to ensure that these current beneficiary families receive our care and assistance where required and are not disadvantaged, particularly when transferred or where the family moves to another club area.

During the year, an extremely successful National Conference was held in Bendigo where Bendigo Legacy did a magnificent job as host of the Conference.

Chairman's Report

A presentation of the different ways that Legacy Clubs can restructure to ensure beneficiary care well into the future, caused plenty of discussion, as did different interpretations of the term Veteran, and club voting rights, and these issues will be discussed further with clubs early next year. These discussions will be continued at a Special Meeting of all clubs to be held in the early part of 2021 where it is hoped that the pandemic restrictions will be relaxed to allow all clubs to meet in person to discuss these important issues.

Unfortunately, our expedition to take 25 Legacy juniors and some mothers over the Kokoda Track had to be postponed due to the pandemic, but it is hopeful that this will take place during 2021 provided travel restrictions and virus clearances have been resolved. LA Inc has been closely involved with Ex-Service organisations during the year, particularly with our membership of the ESORT (Ex-Service Round Table) Committee, where meetings have been held regularly with the Department of Veterans' Affairs in Canberra or by Zoom, and Legacy takes a leading and important part in this Committee. The findings of the Productivity Commission Report, where Legacy had a major involvement and input, are due to be released by the Government in October 2020.

Close association with all Military and Government leaders has been maintained during the year, particularly with our Service Chiefs, and several meetings have been held with the Minister for Veterans' Affairs, the Hon Darren Chester MP, who was a guest speaker at our National Conference in 2019.

During the year, a very successful and moving ceremony to launch the 2019 Legacy Week was held at the Australian War Memorial in Canberra where the Governor General, His Excellency General the Honourable David Hurley AC DSC, accompanied by Her Excellency Mrs Hurley, was our guest speaker and officially opened the Legacy Week campaign.

Unfortunately, it was the last time that the Hon. Dr Brendan Nelson AO, who is a Legacy Ambassador and wonderful Legacy supporter, was our host for our launch.

Dr. Nelson has been replaced as Director of the Australian War Memorial by Mr. Matt Anderson PSM. Mr. Anderson had a close association with our London Club whilst serving on the Diplomatic staff in London, and he will no doubt continue the wonderful relationship Legacy has with the War Memorial.

Discussions have already been held with the War Memorial and our Canberra Legacy club concerning arrangements made with the Memorial and Mr. Garry Browne, a Legacy Ambassador and Trustee of the J & A Belfer Belanna Trust Fund, to fund the future annual Legacy Anzac Youth visits to the War Memorial, as well as contributing to a new scholarship, the Dr. Brendan Nelson Legacy Oration Scholarship Competition to be launched by Legacy next year for Australian school students, to recognise the outstanding service given by Dr. Nelson AO, to both the Australian War Memorial and Legacy.

Chairman's Report

Following the 2019 Legacy Week launch ceremony, CEO of Thales Mr Chris Jenkins, a Legacy Ambassador, sponsored a morning tea for those who attended the Legacy Week launch.

During the year, a meeting was held with our Legacy Ambassadors at the AWM and programs were discussed with our Ambassadors to enable them to better assist Legacy in establishing corporate contacts and to assist with our fundraising and recruitment of new, younger Legatees.

Our Legacy Centenary Committee has been busy deciding arrangements for our Legacy 2023 Legacy Centenary commemorations, to involve all Clubs and recognise our 100 years of Legacy operations.

Legacy Australia Inc is very fortunate to have a dedicated and hardworking staff who with the excellent work and experience of our CEO Mr. Scott Warr, as well as a dedicated and hardworking Board, have placed Legacy in a good and solid position to support our clubs and those we care for, over the ensuing 12 months.

I commend this Annual Report to all Legacy Clubs.

A handwritten signature in black ink that reads "Rick Cranna". The signature is fluid and cursive, with a large initial 'R'.

Legatee Rick Cranna

Chairman

Legacy Australia Incorporated

Directory

Founded	1 March 2015
Patron	Governor-General of the Commonwealth of Australia, His Excellency General the Honourable David Hurley AC DSC (Retd)
Chairman	Richard Cranna
Vice-Chairmen	Sarnia Birch Eric Easterbrook
Immediate Past Chairman	Tony Ralph
Treasurer	Don Stewart
Secretary	David Kelly
Chief Executive Officer	Scott Warr
Legacy Ambassadors	The Hon Dr Brendan Nelson AO; Ms Leesa Kwok; Major General Stuart Smith AO DSC (Retd); Mr Ben Roberts-Smith VC MG; Ms Christine Simpson Stokes; Mr Chris Jenkins, CEO Thales Australia and New Zealand, Mr Garry Browne AM, Trustee of the John & Anna Belfer Trust
Auditors	Fortunity Assurance
Commerical Bankers	Commonwealth Banking Corporation Westpac Banking Corporation
Solicitors	DLA Piper Davies Collison Cave
Registered Address	293 Swanson Street, Melbourne, VIC 3000
Business Address	Level 7, 47 York Street, Sydney, NSW 2000
Postal Address	GPO Box 4020, Sydney, NSW 2001
Telephone	+61 2 8333 0600

Directory

Email	office@legacy.com.au
Website	www.legacy.com.au
Sponsors and Supporters	Thales, Westpac, Australian Defence Force, Defence Industry Study Course, Downies, Macquarie Mint, Australian Military Bank, QinetiQ, Australian War Memorial, Paladdin Group, Australian Institute of Professional Photography, Green's Biscuits Pty Ltd (UNIBIC), Belta Brands (Sluban) John Schumann & the Vagabond Crew, Norton Rose Fulbright Australia and DLA Piper.



About Us

Legacy Australia strives to ensure that the partners and children of veterans who gave their lives or health in recognised military service can fully realise their potential.

Our vision is that no dependant of a veteran suffers financial or social disadvantage as a result of their loved ones' death or injury from service.

About Us

Objectives

The primary purposes of Legacy Australia Inc. are:

- the care of dependants of those who served their country, namely, veterans who gave their lives or health on operational service or subsequently, and Australian Defence Force members who die in service or as a result of their service; and
- to provide a caring service, not limited to financial support to the dependants, including by way of personal endeavour by Legatees.

Other purposes are:

- to protect the good name and reputation of Legacy; and
- to act as the national coordinating body for Legacy Clubs including representations and/or promotion of Legacy Purposes, Ideals and Interests at a national level.

Fundamentals

The first Legacy Club was started in Melbourne in 1923 by Captain (later Lieutenant-General, Sir) Stan Savige who espoused the fundamentals of Legacy as follows:

- Personal Service, which is the main essential
- Comradeship, which grows from the commitment to personal service.
- Co-operation, which is the companion of comradeship.
- Discipline, which derives from the pledge to do one's utmost.
- Service to Children, which is usually delivered through the parent.
- Local Autonomy, which is exercised within an agreed framework.



Board and Committees

as at 30 June 2019

Board

Members

Rick Cranna - Chairman
Sarnia Birch - Vice Chairman
Eric Easterbrook - Vice Chairman
David Kelly - Secretary
Don Stewart - Treasurer
Peter Bysouth
Robert Connor
Peter Heeney
Peter Keane
Wayne McNee
Philip McNamara

National Marketing Committee (NMC)

Members

Peter Heeney - Chair
Peter Keane
Michael Gibbons
Scott Warr
Peter Ali
Brendan Cox
Gary Dawson
John Hutcheson
Jo Moloney
Vivian Blycha

Finance, Audit & Risk Management

Members

Don Stewart - Chair
Eric Easterbrook
Rick Cranna
John Spencer
Wayne McNee

Governance Committee

Members

Sarnia Birch - Chair
Eric Easterbrook
David Grierson
David Kelly

Board and Committees

as at 30 June 2019

Legacy 2030 Steering Committee

Members

Peter Keane - Chair
Sarnia Birch
Eric Easterbrook
Les Fisher
Peter Jenke
Wayne McDonnell
David Turner
Rick Cranna
Scott Warr
John Hutcherson

Disciplinary Committee

Members

The Hon. Stanley G Jones AO - Chair
Max Lemon (Adelaide)
Duncan Warren (Perth)
Charles Wright (Gold Coast)

Centenary of Legacy

Members

Peter Bysouth - Co-chair
David Kelly - Co-chair
Peter Heeney
Paul Crews
Tony Ralph
Mark Bouchier
Alasdair McGregor

Consultative Panel

Meredith Wyles
Peter Emmett
Peter Kalkman
Chris McGeoch

Advocacy Committee

Members

Robert Connor - Chair
Philip McNamara
John McInerney
Elizabeth Ward
Peter Lawley

Corporate Governance Statement

Status

Legacy Australia Incorporated is an incorporated association under the Victorian Associations Incorporation Reform Act 2012 and includes any regulations made under that Act. Control and governance oversight of the association is provided by a Board elected by the Member Clubs. Operational and administrative management of the association is the responsibility of the Chief Executive Officer, who is appointed by the Board.

Members

The members shall be Legacy Clubs that hold a Charter. Only Member Clubs that have paid their annual subscription and levies shall be entitled to vote. The rights, including the right to vote, of a Member Club that has not paid the annual subscription and levies by the due date, shall be suspended until the payments are made. Individual members of a Legacy Club have no entitlement to the profits or assets of Legacy Australia Inc., even in the event of winding-up.

Audit

The appointment of a registered company auditor is approved by the Board of Legacy Australia Inc. The Board has determined that there is no justification for an independent internal auditor. Internal checking, surveillance by the external auditor, and the presence of the Finance, Audit and Risk Committee partly provide an internal audit function.

Rules

Legacy Australia Inc. is established and governed by the Legacy Australia Constitution and By-Laws made under the Constitution. By joining Legacy Australia Inc., Member Clubs agree to abide by the Constitution and By-Laws. Rules establish the structure of the association and provide for its management and direction. The Constitution may be changed by the vote of 75% of those Member Clubs voting. A copy of the current Constitution and By-Laws is always available for inspection from the office of Legacy Australia Inc. or can be downloaded from the Legacy Australia website. A copy is provided to any Member Club on request.

Compliance

Legacy Australia Inc. complies with the letter and spirit of all applicable legislation and standards of corporate behaviour.

Reports to Member Clubs

Legacy Australia Inc. reports formally to Member Clubs each year through the Annual Report. Regular National Chairman's Messages, emails and correspondence on specific issues are also circulated. Communication by email between Member Clubs and the Chairman, Board and CEO is encouraged, as is Member Clubs' access to the Legacy Australia website, which includes a secure Members-only section.

Corporate Governance Statement

Board

The Board shall consist of:

- a Chairman; and
- a Vice Chairman (Capital City); and
- a Vice Chairman (Rural); and
- a Secretary; and
- a Treasurer; and
- six (6) other Directors; and
- one (1) Appointed Director if required.

The Board may appoint an eligible Director to fill a casual vacancy on the Board until the next Annual General Meeting. A Vice-Chairman fills a casual vacancy in the office of the Chairman. The Board meets bi-monthly or as required. The Chief Executive Officer attends all Board and Committee meetings as required. Minutes of all Board and Committee meetings are taken. These are tabled and reviewed by the Board at each meeting.

The membership and attendance at Legacy Australia Inc. Board meetings during the whole of the financial year are as follows:

Legacy Australia Inc. Board Member	Dates	Eligible to Attend	Meetings Attended
Richard Cranna		5	5
John Bertram	Resigned 31 October 2019	2	2
Sarnia Birch		5	5
Peter Bysouth		5	5
Robert Conoor		5	5
Eric Easterbrook	Appointed 1 November 2019	3	3
Peter Keane		5	4
David Kelly		5	5
Peter Heeney		5	5
Philip McNamara		5	5
Wayne McNee	Appointed 27 November 2019	2	2
Don Stewart		5	5

Corporate Governance Statement

On 24 March 2020, due to the uncertain environment caused by the COVID-19 pandemic, the Board determined that all Board meetings are to be suspended and the CEO was tasked to investigate other meeting options. Subsequently, the Board meeting scheduled for 25 March 2020 was cancelled. Board meetings resumed in May 2020 via videoconferencing using the Zoom platform.

There were five (5) Board meetings convened during the reporting year. The Meeting arrangements were as follows:

- July: Sydney, DLA Piper
- September: Sydney, DLA Piper
- November: Sydney, DLA Piper
- February: Sydney, DLA Piper
- March: Sydney, Cancelled due to COVID-19
- May: Zoom Video conference

Legacy Australia Inc. wishes to thank DLA Piper for their continued support and for providing facilities for our Board Meetings.

Legacy Australia Inc Office

The national office is the set of resources required to undertake the work of the Board on a day to day basis.

The following summarises the program activities of the Board, CEO and staff in ensuring the objects of Legacy Australia Inc. are achieved.

Legacy Australia Inc. Office aims to have:

- Effective Board members representing all views of the Legacy movement
- Qualified and efficient support staff
- Relevant information to make decisions
- Board committees with relevant Terms of Reference reporting to the Board promptly
- Well organised and managed Board meetings
- Regular Board meetings
- Quality agenda and papers prepared ahead of the meetings
- Quality minutes
- Decisions disseminated to Legacy Clubs via appropriate means promptly

National Programs

Governance

During the reporting period, the Governance Committee held three meetings and communicated regularly via email.

The role of the Governance Committee is to assist the Board of Directors to develop plans, policies and procedures which enables the Board to comply with legislative and regulatory requirements and ensures that the Constitution and Bylaws of Legacy Australia Inc. are regularly reviewed for practicality and effectiveness. During the reporting year the Governance Committee was tasked by member Clubs to review the Definition of a Veteran in Annex A of the Code of Legacy. The Clubs at the 2019 AGM also requested that the voting model is reviewed and these items will be considered at the 2020 AGM.

Performance and Remuneration

Performance and Remuneration Committee is comprised of the Chairman, Vice Chairmen, Treasurer and Secretary of the Legacy Australia Inc. Board. The primary purpose of the Committee is the selection and appointment of the Chief Executive Officer. His / Her remuneration and performance evaluation.

National Marketing

The National Marketing Committee is responsible to the Board for the development of best practice marketing and fundraising proposals which enhances Legacy's reputation and brand name while, where possible, cultivating long term revenue streams. This Committee held four meetings during the reporting period. The National Marketing Committee has adopted a project management approach to the key fundraising campaigns held nationally each year with a lead Capital City Club appointed. The National Project Working Group undertakes the bulk of the project work. Activities included:

- Oversee the ongoing redevelopment of the National Website
- Development and oversight of National Campaigns
- Consultation on creative concepts and approval processes
- Oversight of National projects to ensure all Clubs benefit from a co-ordinated approach
- Maximised unpaid media during campaign times including TV appearances and special programs
- Ongoing digital media management (website, social media and other)

National Programs

Advocacy

The Board's Advocacy Committee encompasses all matters relevant to compensation, wellbeing, and aged care. During the reporting period, the Advocacy Committee:

- Facilitated a best practice National Advocacy Forum at the Department of Veterans' Affairs offices in Canberra which attracted keynote speakers including Liz Cosson AM, CSC Secretary, DVA, Ms Jane Anderson, Principal Member Veterans' Review Board and Professor Nicholas Saunders AO, MD, Chairperson, Repatriation Medical Authority;
- Expanded membership of the National Advocacy Working Group (NAWG) to a targeted set of individuals (Legatees and Staff) to provide prompt and expert advice to the Advocacy Committee in a timelier manner. The NAWG has begun developing guidelines for Clubs for families where the veteran has given their health and guidelines to assist Clubs in engaging beneficiaries with a disability. The NAWG has also commenced work on guidance to Clubs on the Induction of Legatees and Staff; and
- Reviewed 50 applications by Clubs for Legacy Westpac Funding.

Finance Audit and Risk Management

The Finance, Audit and Risk Management Committee met by teleconference during the year and more latterly by Zoom the week prior to each LA Inc. Board of Directors meeting. At each meeting the accounts as at the end of the preceding month(s) were examined in detail noting the end of month to-date reserves and bank balances. The results of these considerations were provided in a report, together with the accounts to each subsequent Board meeting.

Additionally, in the internal audit function, the monthly summary of expenses including the detail of credit card usage, plus details of individual director's expenses were examined and endorsed at each meeting. Details of educational scholarship grants approved by the Advocacy Committee were also noted as was the Treasurer's out-of-session approval for the commitment of such funds.

The Board endorsed Strategic Risk Register was considered in overview at each meeting and in a rolling program, a review of four or five identified risks were addressed in detail. In view of COVID-19 virus an additional strategic risk of 'Global Pandemic' was added to the program. During the year, the external auditors, Fortunity Assurance, continued their audit on LA Inc. producing the statutory accounts for both Legacy Australia Incorporated and the Legacy Australia Inc. Welfare Patriotic Fund for the period ended 30 June 2020. This was reviewed by the committee and submitted to the Board for endorsement.

National Programs

Centenary of Legacy

The purpose of the Centenary of Legacy Committee is to assist the Board of Directors with the development of plans for Legacy's Centenary by acting as the initial focal point for ideas, activities and events to promote our Centenary and by coordinating national events and publicity. During the reporting period, the Committee identified and progressed an extensive programme to celebrate and capture the essence of the Legacy movement, particularly Legacy's role in Australian society.

Legacy 2030

Legacy Australia is currently reviewing its organisation in response to a dramatically changing beneficiary and business environment. There is general acceptance that change is inevitable, and that Legacy must adapt to the internal and external factors. Accepting that Legacy will remain as a club based, volunteer, not for profit organisation, discussion is directed at the most effective structure/s to be pursued and the timetable for change as agreed at the 2019 AGM.

The Legacy 2030 Steering Committee has been tasked with providing thought leadership on all planning and implementation of Legacy 2030 milestones, and communications back to all Clubs. During the year the Committee met three times and provided three update reports to clubs, a discussion paper and a club viability matrix. A key update report will be given to the 2020 AGM.

National Representation

LA Inc.'s aim here is to act as the national coordinating body for Legacy Clubs including national representations and/or promotion of Legacy purposes, ideals and interest at a national level. To protect the good name and reputation of Legacy.

On behalf of the Legacy Clubs of Australia, to develop and maintain alliances and relationships at the national level, including making representations to, or negotiating with entities including:

- Department of Veterans' Affairs
- Department of Defence and the ADF
- Federal Government and Federal Departments and Agencies generally
- RSL and other Ex-Service Organisations
- Australian Charities and Not for Profit Commission (ACNC)

To represent Legacy Australia at the national level in areas of:

- Media Management
- Incident Response

National Engagement

Chairman's Messages

The Chairman of the Legacy Australia Inc. Board circulates a newsletter to all Clubs to communicate the key items discussed at Board meetings. Updates of National representation including information from the Department of Veterans' Affairs and marketing activities.

Many Clubs attached the Chairman's message to their own monthly Club Bulletins making it easy for all Legatees and beneficiaries to be kept informed of Legacy matters generally and importantly regarding national governance matters. All National Chairman's Messages are uploaded to the Legacy website and can be found in the Members' Area.

- July 2019
- December 2019
- February 2020
- March 2020
- June 2020

Stakeholder Engagement

Legacy Australia continues to engage effectively with corporate stakeholders.

Throughout the year the Chairman has engaged with numerous supporters and stakeholders for the benefit of Legacy and its beneficiaries including the Minister for Veterans' Affairs, Department of Veterans' Affairs, Department of Defence and Defence Chiefs, Legacy Ambassadors and Corporate partners.



Legacy Ambassador, The Hon Dr Brendan Nelson AO, speaking at the Legacy Week National Launch 2019

National Advocacy

LA Inc.'s aim is to provide a caring service, not limited to financial support to the dependants, including by way of personal endeavour by Legatees.

The activities undertaken in terms of national advocacy through 2019 - 2020 have included:

- Chairman's participation in Ex-Service Organisation Round Table (ESORT) consultation with DVA
- Participation in Working Groups and Committees to improve support systems:
 - Younger Veterans – Contemporary Needs Forum (YVF)
 - Female Veterans and Families Forum (FVFF)
 - Memorial for Families at the War Memorial
 - National Aged Care Alliance
 - National Aged & Community Care Forum
 - Female Veterans and Families Forum
 - Operational Working Party (OWP)
 - Council for Women and Families United by Defence Service
- Participation in joint committees for Advocacy development
- Making submissions to Government for policy and budget considerations
- Active lobbying to Government decision-makers concerning benefits for widows and children of veterans
- Canvassing compensation and wellbeing officers for information on emerging issues
- Convening of National Advocacy Forum to provide professional development for Legatees and paid staff, and an opportunity to engage with senior DVA officials.
- Liaise with the wider Ex-Service Organisation community to identify issues and opportunities
- Responding to requests for input to government legislation and policy review and development
- Dissemination of information across all Legacy



National Advocacy

National Policies/Services

To develop and implement, following endorsement by Legacy Clubs, policy on matters including:

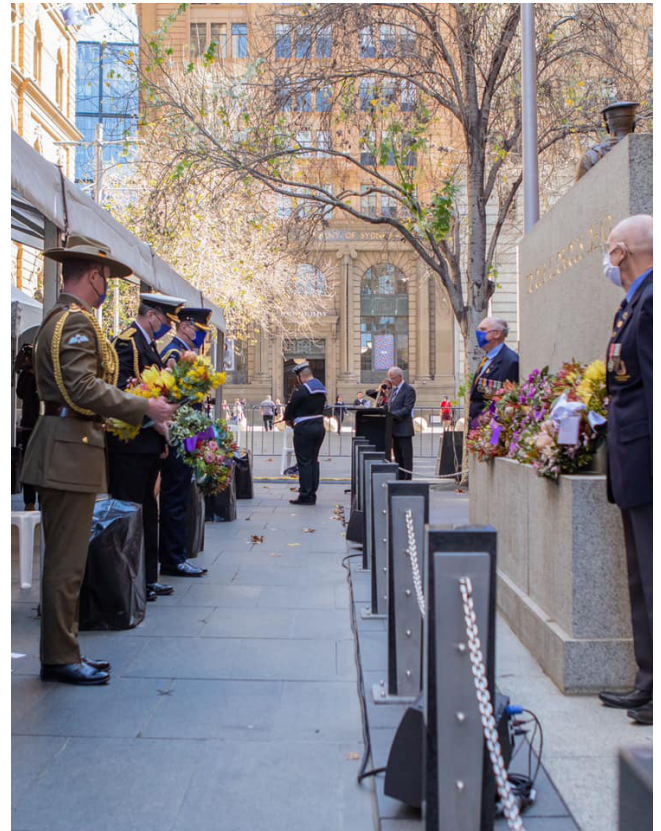
- Compensation/ Pensions
- Welfare/ Wellbeing
- Aged Care

Policies and procedures updated in the last financial year include:

- POL-02 LA Inc. ADF Reserve Service Policy
- POL-03 LA Inc. Risk Management Policy & Procedures
- POL-04 Legacy EEO, Discrimination, Bullying & Harassment Policy
- POL-05 Legacy Australia Privacy Policy
- POL-10 LA Inc. Delegations Policy
- POL-16 Conflict of Interest Policy
- POL-18 LA Inc. Leave Policy
- PROC-01 LA Inc. Travel Expenses Policy & Procedure
- PROC-04 Legacy EEO, Discrimination, Bullying & Harassment Procedure
- PROC-08 Accessing Westpac Education and Development Funds Procedure
- POL-PROC-14 LA Inc. Working From Home Policy & Procedure
- POL-PROC-17 Whistleblower Policy & Procedure
- POL-PROC-20 LA Inc. Bequest Policy and Procedure
- Annual Compliance Checklist for Legacy Clubs

Others that were developed in the last financial year include:

- POL 19 - Financial Reserves Policy
- PROC-11 Data Breach Response Plan



National Advocacy

Compensation/Pension Support

Our compensation support continues to primarily focus on ensuring that our beneficiaries receive all their entitlements, including both pensions AND welfare entitlements. Under clause 3.3.8 of Bylaws of Legacy Australia Incorporated, Clubs submitted the following pension's statistics for 2020:

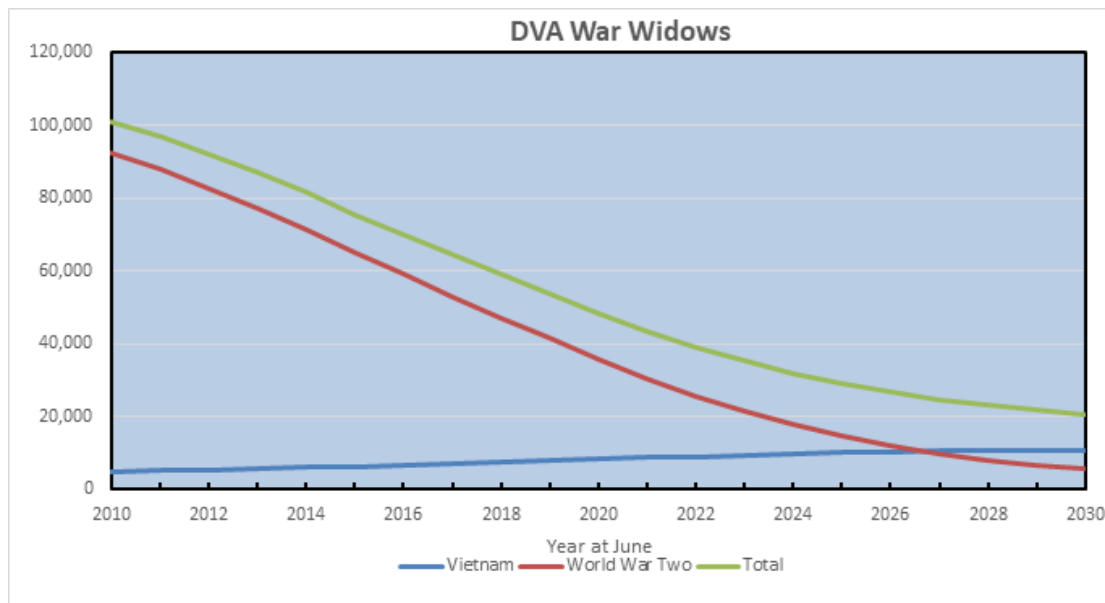
- 629 primary claims lodged with accepted (65%)
- 167 section 31 claims made with accepted (11%)
- 172 VRB claims made with accepted (58%)
- 9 AAT cases with accepted (11%)

We currently have 31,133 of our widows on War Widows' Pensions under the VEA. That is 70.58% of all widows (total widows for 2019 – 44,106) registered with Legacy. Last year there were 30,551 or 61.54%. 84% of our beneficiaries are aged over 75. The tables below depict the DVA forecast of overall decline in widows' numbers as the wave of WWII widows pass on.



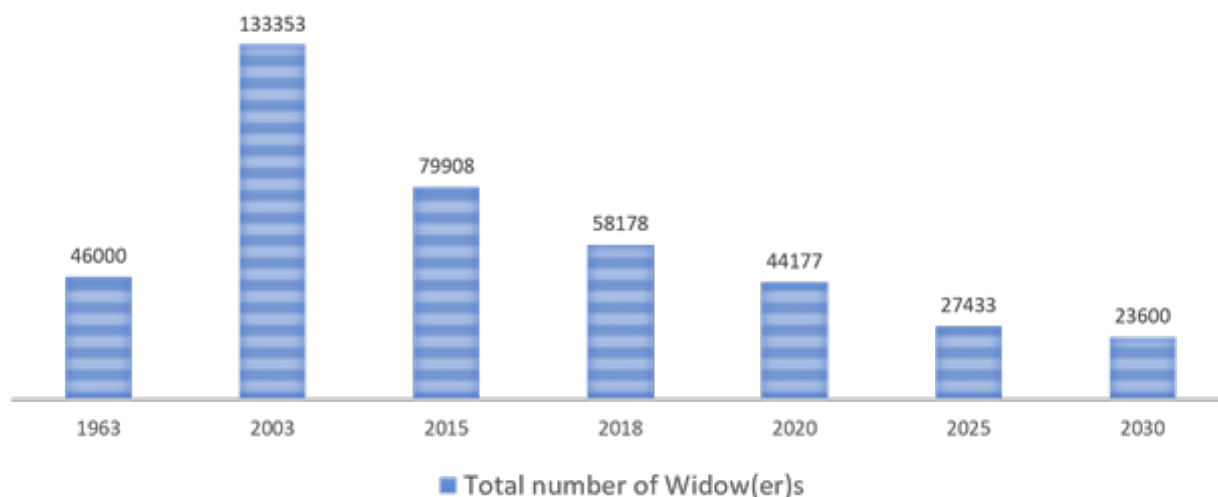
National Advocacy

Compensation/Pension Support



- The downward trend of widows has continued because of our WWII widows passing on at a rate of around 15 per day.
- Based on this share continuing, Legacy nationally will have around 33,000 widows registered in our centenary year of 2023 and down to 23,600 by 2030.

Decline of Widow(er)s numbers



National Projects

John and Anna Belfer Trust

An amount of \$165,000 was donated by the Trustees of the John & Anna Belfer Trust during the FY 2019/2020. These funds were used to fund mutually agreed Legacy projects and programs in conjunction with the AWM to assist in the social and personal development of Legacy beneficiaries and especially Legacy youth.

Examples include, Legacy Natural Disaster Relief Fund of \$30,000, Legacy Junior Camp \$190,000 & Legacy Youth Assistance Programme \$6,500.

Annual ANZAC Day Visit

Canberra Legacy, in conjunction with the Australian War Memorial (AWM), host the Annual ANZAC Day Visit (previously the Florance Foundation Visit) for Junior Legatees (aged between 13 and 18 years) from all over the country visiting Canberra for six days, concluding on the day after ANZAC Day.

This annual activity did not take place in April 2020 due to the COVID-19 pandemic. We hope to see this program return in April 2021.

Legacy Junior Public Speaking Award

- Continuation of providing funds for the final of the Legacy Junior Public Speaking Competition, assisting in raising the awareness in schools of Legacy and its ideals.
- Melbourne Legacy hosted the 2019 National Legacy Junior Public Speaking Awards with some funding from Legacy Australia Inc. The competition continues to be popular and well contested in those states that continue with it.

Legacy Youth Camps

The Legacy Youth Camps are an integral part in helping and supporting young Legacy beneficiaries. These camps provide an opportunity for Legacy Youth to interact with other children in similar situations in a relaxed and fun environment.

Youth Camps are held across Australia, including in Busselton, Brisbane, Ballarat and Wollongong. Unfortunately the Sydney Camp has to be postponed due to the summer bushfires.

A very generous allocation from the J & A Belfer Trust totalling \$190,000 helped to ensure the success of the camps.

National Projects

National Disaster and Young Assistance Relief Fund

During the year large parts of Australia have been impacted by drought, flood, fires and the COVID-19 Pandemic.

Given the wide ranging and devastating impacts of the summer bushfires, particularly along the east coast the Trustees of the J & A Belfer Trust agreed to allow the allocation of funding to any Legacy beneficiary or club impacted by the natural disasters during the year.

A total of \$30,000 was distributed to Legacy Beneficiaries and Clubs. In the last part of the reporting year when COVID-19 shut the country down the J & A Belfer Trust again stood up and agreed to provide a one off young assistance payment to those young Legacy beneficiaries who lost their jobs.

A total of \$6,500 was distributed to Legacy Youth.

Legacy Westpac Grant Fund

Continuation of the Westpac Education Support scheme for partners and children of veterans utilising the donation from Westpac. In 2019 - 2020, 50 applications were submitted by Clubs and a total of 37 grants were awarded through the Legacy Westpac Fund.

As at 30 June 2020, a total of 183 grants have been awarded over the life of the Legacy Westpac Fund, with the first grant being awarded in 2016. During this time, 26 grants have been awarded to widows for retraining, 53 grants to beneficiaries undertaking tertiary studies, 32 for developmental activities, 25 grants for vocational studies, as well as 23 grants for secondary and 25 grants for primary educational activities.

In 2019 - 2020 Legacy Australia committed \$235,357 in new bursaries through the Legacy Westpac Fund and the John Gough Memorial Fund.

John Gough Memorial Scholarship

In this financial year Legacy Australia continued the oversight of the John Gough Scholarship for Legacy youth administered through Australian Veterans Children's Assistance Trust (AVCAT) and awarded four new scholarships (in addition to ongoing scholarships from previous years) These scholarships are limited to tertiary study.

Legacy Ambassadors Program

Legacy is honoured to have as our Patron, the Governor-General, His Excellency General the Honourable David Hurley AC DSC (Retd). His Excellency takes his Patronage of Legacy very seriously and is active in promoting Legacy's work.

Legacy is also honoured to have seven Legacy Ambassadors. They are:

- The Hon Dr Brendan Nelson AO
- Ms Leesa Kwok
- Major General Stuart Smith AO DSC (Retd)
- Mr Ben Roberts-Smith VC MG
- Ms Christine Simpson Stokes, AM
- Mr Chris Jenkins, CEO Thales Australia and New Zealand
- Mr Garry Browne AM, Trustee John & Anna Belfer Trust

Each Ambassador is personally active in promoting Legacy's work while at the same time supporting and promoting Legacy to those with whom they interact.

Australia has four living Victoria Cross recipients. They are:

- Daniel Keighran VC
- Mark Donaldson VC
- Keith Payne VC AM
- Ben Roberts-Smith VC MG

Our VC's are willing to support Legacy in any way they can, provided they are available. All have attended and championed Legacy activities in the past few years. Keith Payne's wife Flo is active in Mackay Legacy where Keith serves as Patron.



Ms Christine Simpson Stokes, AM supporting Legacy

Brand Protection

Legacy Australia Inc. is tasked with protecting the good name and reputation of Legacy. The Legacy Brand related activities undertaken as part of this responsibility through 2019 - 2020 have included:

- Review and maintenance of the LA Inc. Risk Register.
- A standing 'risk' agenda item for the Finance, Audit and Risk Management (FARM) Committee, to review and update all risks regularly.
- Ongoing development of policies and procedures to ensure legal compliance and reduce risk for Legacy Clubs.
- Maintenance of an Issues Register reviewed by the Legacy Australia Inc. Board.
- Monitoring the implementation of the National Redress Scheme and supporting Legacy Clubs in deciding to 'opt in' to the scheme.
- Monitoring of the compliance expectations of the Australian Charities and Not for Profit Commission (ACNC)
- Monitoring of the compliance expectations of the Privacy Commissioner
- Monitoring of the developments in compliance requirements of the fundraising industry.

On behalf of Clubs, Legacy Australia ensures the protection of Legacy's trademarks for posterity and against misuse by unauthorised parties or by like organisations.

variations to the Legacy logo ahead of updating Legacy's brand and style guidelines.

During the reporting period, Legacy Australia, with the assistance of Legacy's trademark lawyers Davies Collison Cave Pty Ltd (DCC) completed the following:

- Monitor trademark applications with potential conflicts of Legacy's trademarks and actioned application with high risk of confusion in the public arena
- Signed a Deed of Settlement with AFC Esports Pty Ltd (Legacy Esports) to protect the good name of Legacy and ensuring that AFC's logo and references to 'Legacy' are not used on its own.
- Cease and desist the use of the word Legacy by City Builders Church
- Executed a Deed of Co-existence with Police Legacy Tasmania Ltd to be consistent with all other jurisdictions
- Entered proceedings with Western Australian Police Legacy Incorporated to execute a Deed of Co-existence
- Maintain the following URL domains:
 - legacyfundraising.com.au
 - legacyweekappeal.com.au
 - legacyfoundation.com.au
 - legacyfoundation.org.au
- Ceased maintaining the following URL's
 - legacyrosemaryappeal.com.au
 - legacymarketing.com.au
 - remembrancegolf.com.au
 - remembrancegolf.net.au
 - legacycouncil.com.au
 - remembrancegolf.com
- Sought advice on registering a Legacy Centenary Logo
- At the request of Clubs, LA Inc. sought advice on a conflict of trademark with the obituaries site legacy.com
- Sought advice from DCC on the use of variations to the Legacy logo ahead of updating Legacy's brand and style guidelines.

Legacy Week National Launch 2019

The Legacy Week National Launch was held on Monday 2 September 2019 in the Reg Saunders Courtyard of the Australian War Memorial (AWM), Canberra.

His Excellency General the Honourable David Hurley AC DSC (Retd) Governor-General of the Commonwealth of Australia, Patron of Legacy Australia and Her Excellency Mrs Linda Hurley attended the launch as Guests of Honour. His Excellency delivered a thoughtful speech that recognised the good work done by Legatees across the country in support of our beneficiaries.

Mrs Kathryn Christie, a Canberra Legacy widow delivered a truly remarkable address and was a great example of strength and courage in difficult circumstances. VIP's in attendance included:

- Dr Brendan Nelson AO, Director of the Australian War Memorial
- Her Excellency Mrs Vicki Treadell CMG MVO, High Commissioner of the United Kingdom to Australia
- The Honourable Darren Chester MP, representing the Prime Minister of Australia
- General Angus Campbell AO DSC, Chief of Defence Force
- Corporal Ben Roberts-Smith VC MG, Legacy Ambassador
- Mr Chris Jenkins, CEO Thales Australia, Legacy Ambassador
- Corporal Daniel Keighran VC, member of the Council of the Australian War Memorial



National Campaigns

2019 - 2020 National Campaigns

Capital city Legacy Clubs worked collaboratively through the National Project Working Group to deliver three national campaigns in 2019-2020. These campaigns were Legacy Week (led by Legacy Club Services), Remembrance Day (led by Brisbane Legacy) and Anzac Day (led by Melbourne Legacy).

National Website Redevelopment

The Legacy National website rebuild (Project Gellibrand) is being led by Sydney Legacy (Legacy Club Services). A small project team lead by LCS, working with Legacy Brisbane and Legacy Australia has been established with the website build and creation of content beginning in June 2020. The new site is expected to go live in November 2020.

Kokoda - Our Challenge, Their Legacy 2020

The Kokoda – Our Challenge, Their Legacy 2020 was planned to involve a selected group of 25 Junior Legatees and widows, accompanied by 15 serving ADF veterans was due to take place from 31 August to 10 September 2020.

- “No Roads Expeditions” were selected as the preferred Kokoda Trek Company.
- ADF points of contact were established with HQ Joint Operations Command to coordinate the ADF Support to the Trek. Army provided two Reserve members to act as a project team to support Kokoda – Our Challenge, Their Legacy 2020.
- A trek final selection and training camp was planned and organised for 1-3 May 2020.
- COVID-19 struck in March 2020 and in a very short timeframe the LA Inc. Board had no choice but to postpone the Trek until 2021.
- Dates for Kokoda 2021 are Monday 30 August to Thursday 9 September 2021.



Legatee Brian Hollis and former Legacy Juniors Emily and James

National Fundraising and Corporate Engagement

The Legacy Australia Inc. office tries to ensure that there is a single and consistent corporate image and to realise the economies of scale in fundraising costs and overheads across the Legacy movement. Activities in this regard include:

- Provision of merchandise for fundraising
- Receipt and disbursement of donations and third-party fundraising
- Corporate partnership programs
- Approval of 3rd party fundraisers
- Provision of support to 3rd party fundraisers
- Corporate partner liaison.

Benefits and Financial Support for Legacy Clubs

The Legacy Australia Inc. office is the first point of contact for public enquiries and offers support to Legacy Clubs with branding, marketing and fundraising as requested.

The various activities of Legacy Australia Inc. provided benefits to Clubs in 2019/2020 in the order of \$602,923 through:

\$180,318	Legacy Westpac Grant Funding
\$226,500	J & A Belfer Trust funds supporting Legacy Junior Camps, Legacy Youth Assistance Programmes and Legacy Natural Disaster Relief for beneficiaries affected by the bush fires and floods.
\$21,070	Supporting the Legacy Junior Public Speaking Award (LJPSA)
\$47,688	AVCAT Scholarships through the John Gough Fund
\$65,237	Disbursement of donations and 3rd party fundraising proceeds
\$62,110	Trademark protection, website licences, website development & support and fundraising platform fees.
\$602,923	Total benefits to Legacy beneficiaries and clubs 2019/2020

National Fundraising and Corporate Engagement

Support for Website Donations Management

Legacy Australia Inc. centrally managed Legacy's online donation portal and related disbursements to clubs under the administration of Legacy Clubs Services on behalf of Legacy Australia Inc. This enabled clubs who participated in the automated system of disbursements, to receive donations directly into their respective bank accounts promptly. In 2019/2020, a total of \$503,459 was donated to Legacy through Legacy's National website donate portal.

Support for 3rd Party Fundraising & Donations

Legacy Australia Inc. centrally managed Legacy's support to 3rd party fundraisers and related disbursements to clubs. The net 3rd party fundraising and donations income disbursed to clubs in FY 2019/2020 were \$65,237. Legacy Australia Inc. paid the \$6,981 in associated 3rd party platform licences this Financial Year. These costs were not passed on to clubs but absorbed by

Merchandise

Legacy Australia Inc. supports Legacy Clubs with the fulfilment of their Legacy Week merchandise requirements with merchandise supplier Premium Merchandise Group (PMG), as well as additional merchandise ordered by LA Inc. on behalf of Clubs. Legacy Club Collateral orders were managed by Legacy Australia Inc. and included the sale of:

- Collection buckets and Legacy stickers
- Legacy tin hat collection tins
- Pull-up banners



Australian Defence Force personnel assisting with selling Legacy Merchandise

National Fundraising

Thales

In addition to the event sponsorship of Legacy Week, Thales continued their generous sponsorship of \$110,000 to Legacy Australia in this financial year.

Thales Graduate Program

The Graduate Program is part of the Thales Community Fundraising initiative which is aimed at encouraging Thales staff to fundraise for Legacy, act as Legacy ambassadors within Thales business and promote the partnership; create local relationships with local Legacy Clubs and build awareness for Legacy in the local community.

Westpac

Westpac pledged a final donation of \$250,000 in conjunction with the 2018 News Corp Anzac Coin Campaign. The Legacy Westpac Fund assists Legacy in supporting families with educational and development grants.

These grants have supported those who have been thrust into the role of being the single income earner, with many needing assistance in 'upskilling' to attract better job prospects to support their families. The grants also help reduce the financial burden of Legacy youth pursuing tertiary studies whilst living away from home.

Australian Defence Force

The ADF continues to support Legacy Australia through its various fundraising initiatives overseas. \$50,747 has been raised for Legacy Australia in this financial year.

Australian Institute of Photography

AIPP created and sold World War II veteran photographs, and pledged proceeds from the sale to Legacy. This initiative led to a donation of \$10,000 in the FY 19-20.

Australian Military Bank

Australian Military Bank donated \$17,476 to Legacy Australia through their Military Rewards cents rounding program for this financial year.

Australian War Memorial

Legacy received \$30,795 for the Kokoda – Our Challenge Their Legacy project. As the trek has been postponed due to COVID-19, funds will be used in FY20-21.

National Fundraising

Defence Industry Studies Group

Defence Industry Studies Course conducted fundraising in support of Legacy and Soldier On. The course delivers Defence and industry executives an intimate understanding of Defence business while improving the collective knowledge of Australia's defence industry. In FY 19-20, \$85,986 was donated to Legacy.

Downies

Downies continues to support Legacy Australia from the part proceeds of their ongoing World War I and World War II medallion sales with a \$11,580 donation to Legacy Australia for the financial year.

Greens Biscuits Pty Ltd (Unibic)

Greens Biscuits sell commemorative Anzac Biscuit tins with proceeds going to Legacy. This raised \$11,706 for the financial year.

John Schumann and the Vagabond Crew

John Schumann and the Vagabond Crew live streamed a concert on social media for Anzac Day, with proceeds going to Legacy. The donation of \$4,160 was received in 2019/2020.

Paladin Group

Paladin Group supported Legacy with a donation for the Kokoda – Our Challenge, Their Legacy 2020, which had to be postponed to 2021 due to COVID-19. The donation of \$25,000 received in FY 2019/20 will be used for the 2021 Kokoda Trek.

QinetiQ

Legacy received \$36,449 for the Kokoda Trek Campaign. As the trek has been postponed due to COVID-19, funds will be used in FY 20-21.

Belta Brands (Sluban)

Belta Brands (Sluban) pledged to donate 3% wholesale proceeds to Legacy. \$5,466 was received FY19-20.

Chairs of Legacy Australia Inc.



Rick Cranna
2018-2020



Tony Ralph
2016-2017



David Gray
2015

Member Clubs

as at 30 June 2020

ALBURY LEGACY CLUB
ARARAT LEGACY CLUB
THE LEGACY CLUB OF ARMIDALE INC
BALLARAT LEGACY CLUB
BENDIGO LEGACY CLUB
THE LEGACY CLUB OF BRISBANE INC
BRISBANE WATER (NSW) LEGACY CLUB
BUNDABERG LEGACY CLUB
CAIRNS LEGACY CLUB INC
THE LEGACY CLUB OF CANBERRA INC
COFFS COAST LEGACY
COLAC LEGACY CLUB
FAR NORTH COAST LEGACY CLUB
GEELONG LEGACY CLUB INC
GOLD COAST LEGACY CLUB LTD
GOULBURN LEGACY
GRAFTON LEGACY CLUB
HAMILTON & DISTRICT LEGACY CLUB
HOBART LEGACY INC
HUNTER LEGACY CLUB
THE LEGACY CLUB OF INVERELL INC
LEGACY CLUB OF IPSWICH
LACHLAN LEGACY CLUB INCORPORATED
LAUNCESTON LEGACY INC
LONDON LEGACY CLUB

LEGACY CLUB OF MACKAY
LEGACY CLUB OF MELBOURNE
MILDURA LEGACY CLUB
MORNINGTON PENINSULA LEGACY CLUB INC
NEWCASTLE LEGACY CLUB
LEGACY CLUB OF THE NORTHERN TERRITORY
INC
ORANGE LEGACY CLUB
PORT MACQUARIE HASTINGS LEGACY CLUB LTD
QUEANBEYAN EDEN MONARO LEGACY
SHEPPARTON LEGACY CLUB
LEGACY CLUB OF SOUTH AUSTRALIA & BROKEN
HILL
SYDNEY LEGACY
TAMWORTH LEGACY CLUB
TAREE LEGACY CLUB INCORPORATED
TOOWOOMBA LEGACY INC
TOWNSVILLE LEGACY CLUB
THE LEGACY CLUB OF WAGGA WAGGA INC
WARRNAMBOOL LEGACY CLUB
WIMMERA LEGACY CLUB
THE LEGACY CLUB OF WESTERN AUSTRALIA
THE LEGACY CLUB OF WOLLONGONG AND
SOUTH COAST INC

National Sponsors

THALES

Westpac

National Supporters



**AUSTRALIAN
DEFENCE FORCE**



**AUSTRALIAN
WAR MEMORIAL**



DOWNIES



**NORTON ROSE
FULBRIGHT**

AUSTRALIAN INSTITUTE OF
PROFESSIONAL PHOTOGRAPHY

aipp



MACQUARIE MINT

PALADIN



**Australian
Military Bank**



Legacy Australia Incorporated

ABN 59 203 621 448

FINANCIAL STATEMENTS & STATUTORY REPORTS

30 JUNE 2020

Legacy Australia Incorporated

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LEGACY AUSTRALIA INCORPORATED FINANCE REPORT

The Financial Statements and Auditor's Report for the financial year ended 30 June 2020 are submitted for review by Legacy Australia Incorporated and Member Clubs.

EXECUTIVE SUMMARY

- LA Inc.'s revenue from donations, bequests and fundraising activities for Financial Year 2019/2020 totalled \$1,792,814 (2019: \$1,278,587) an increase of \$514,227. This is mainly attributable to a decrease in donations and fundraising of \$453,765 and an increase in bequests of \$967,992.
- Significant amounts included in the donations figure this financial year were generous donations from the John & Anna Belfer Trust of \$165,000, an anonymous donation of \$100,000 and \$85,986 from the Defence Industry Study Course.
- Distribution of donations to Member Clubs totalled \$65,237 in cash disbursements, plus \$228,006 in scholarships awarded, together with support to National Social programs of \$ 247,571, giving a total distribution of \$540,814. The distribution of the same items last year was \$541,897. The other Social Support program, the Australian War Memorial Legacy Youth ANZAC visit was cancelled due to the COVID-19 restrictions.
- There is also \$1,739,282 available in reserved funds for disbursement in the Westpac Education and Development Fund, John & Anna Belfer Trust Fund as well as other existing special purpose funds. Retained earnings are now \$2,028,659 compared with \$1,957,643 last year.
- LA Inc.'s overall annual accounting outcome reflects a surplus of \$629,742 for the 12 months to 30 June 2020, when compared with the previous year's surplus of \$386,906.
- The LA Inc. Balance Sheet details that net assets as at 30 June 2020 were \$3,768,041. This compares with \$3,138,299 as at 30 June 2019 and reflects the surplus recorded for the year.

MAJOR ACCOUNTING ITEMS AND TRANSACTIONS OF NOTE

- Donations provided by Westpac totalling \$1.5M over three years, have been utilised to provide funds for scholarships to assist largely Legacy Juniors and to support younger widows in enhancing education and personal development opportunities. To permit a similar program to continue, once the Westpac Funds are exhausted, a further Educational Support Reserve has been established with the initial allocation of \$100,000.
- In this financial year, the provision for scholarships and grants reflect only scholarships that have a term of one year or less. Scholarships with terms beyond one year are noted as a contingent liability in the notes to the accounts and will be funded from the Reserves.
- Funds donated by the Trustees of the John & Anna Belfer Trust, are being used to fund mutually agreed Legacy projects and programs in conjunction with the AWM to assist in the social and personal development of Legacy beneficiaries, especially Legacy youth, and for other mutually agreed projects in support of Legacy beneficiaries.
- After the successful 2017 Legacy youth leadership and personal development program based on trekking the Kokoda Track, the similar program planned for 2020 had to be postponed due to the COVID-19 restrictions. It is presently planned that this program be conducted in 2021 and the funds for this activity be held in Reserves.
- In FY 2019/20, LA Inc. received an amount of \$70,985 from the Government's Coronavirus Economic Response Package.
- A total of \$23,500 was received from Member Clubs as 2019/20 Annual Subscription (LA Inc. Constitution Rule 12) as approved at the LA Inc. AGM in 2019. At the same AGM, the constitution was amended to change the scope of levies that may be imposed on Member Clubs. When necessary, such a levy may be sought to meet the projected operating costs of LA Inc. subject to the approval at an LA Inc. AGM. In such cases, it would be presently calculated for each club on a

five-tier model based on Club's liquid assets. In view of the significant funds received from bequests during the financial year such a levy will not be sought for the FY 2020/21.

- LA Inc. Financial Reserves Policy was revised during the FY 2019/20 and requires that a sufficient reserve be held to meet a year's assessed operating costs of LA Inc. These funds are held within the Bequests Reserves.

AUDITORS: Fortunity Assurance, Erina, NSW

In 2019, the LA Inc. Board appointed Fortunity Assurance, Erina, NSW, as Auditors, an appointment subsequently ratified at the AGM of LA Inc. held on 18 October 2019.

The Financial Statements and Auditor's Report for the financial year ended 30 June 2020 are submitted for review by LA Inc. and Member Clubs.



Legatee Donald Stewart
Treasurer

23 September 2020

LEGACY AUSTRALIA INCORPORATED
THE CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
INCOME			
Revenue from Ordinary Activities			
Donations, bequests and fundraising	2	1,792,814	1,278,587
Club Levies and Subscriptions	2	44,362	226,296
Grants		-	9,091
Sponsorship		110,000	110,000
Other income	2	88,723	17,767
Interest received		40,535	54,651
Kokoda project		30,795	159,434
Gain on disposal of fixed assets		-	16
Total Revenue		2,107,229	1,855,842
EXPENSES			
Employee benefits expense	3	626,503	596,506
Conference and travel expenses		29,616	20,754
Board and committee expenses		70,702	91,563
Insurance premiums		4,801	9,598
Depreciation expense	7	7,409	6,449
Other occupancy expenses		46,791	49,977
Marketing expenses		96,155	72,466
Distribution of donations and sponsorship proceeds to clubs		65,237	203,744
Scholarships/grants		228,006	298,070
National Social Support programs		247,571	40,083
Project expenses		2,707	18,000
Legal and trademark fees		24,791	29,437
Other expenses		27,198	32,289
Total Expenses		1,477,487	1,468,936
Surplus/(deficit)		629,742	386,906
Other comprehensive income		-	-
Total Comprehensive Income		629,742	386,906

The Consolidated Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the accompanying notes to the financial statements.

LEGACY AUSTRALIA INCORPORATED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2020

	Note	2020 \$	2019 \$
CURRENT ASSETS			
Cash and cash equivalents	4	298,649	316,293
Other receivables	5	22,910	50,266
Other financial assets	6	3,643,331	3,295,069
TOTAL CURRENT ASSETS		<u>3,964,890</u>	<u>3,661,628</u>
NON-CURRENT ASSETS			
Property, plant and equipment	7	21,213	27,210
Kokoda project deposits	5	97,926	-
TOTAL NON-CURRENT ASSETS		<u>119,139</u>	<u>27,210</u>
TOTAL ASSETS		<u>4,084,029</u>	<u>3,688,838</u>
CURRENT LIABILITIES			
Payables and other liabilities	8	14,944	36,728
Deferred revenue	9	61,450	-
Accrued distributions		3,872	2,693
Provisions	10	201,919	485,282
TOTAL CURRENT LIABILITIES		<u>282,185</u>	<u>524,703</u>
NON-CURRENT LIABILITIES			
Provisions	10	33,803	25,836
TOTAL NON-CURRENT LIABILITIES		<u>33,803</u>	<u>25,836</u>
TOTAL LIABILITIES		<u>315,988</u>	<u>550,539</u>
NET ASSETS		<u>3,768,041</u>	<u>3,138,299</u>
EQUITY			
Settled sum		100	100
Reserves	12	1,739,282	1,180,556
Retained earnings	11	2,028,659	1,957,643
TOTAL EQUITY		<u>3,768,041</u>	<u>3,138,299</u>

The Consolidated Statement of Financial Position is to be read in conjunction with the accompanying notes to the financial statements.

LEGACY AUSTRALIA INCORPORATED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
AS AT 30 JUNE 2020

	Settled Sum \$	Reserves \$	Retained Earnings \$	Total \$
Balance at 1 July 2018	100	823,651	1,927,642	2,751,393
Deficit	-	-	386,906	386,906
Net transfer of income to reserves (Note 12)	-	743,057	(743,057)	-
Net transfer of expenses from reserves (Note 12)	-	(386,152)	386,152	-
Balance at 30 June 2019	<u>100</u>	<u>1,180,556</u>	<u>1,957,643</u>	<u>3,138,299</u>
Balance at 1 July 2019	100	1,180,556	1,957,643	3,138,299
Surplus	-	-	629,742	629,742
Net transfer of income to reserves (Note 12)	-	1,118,459	(1,118,459)	-
Net transfer of expenses from reserves (Note 12)	-	(559,733)	559,733	-
Balance at 30 June 2020	<u>100</u>	<u>1,739,282</u>	<u>2,028,659</u>	<u>3,768,041</u>

The Consolidated Statement of Changes in Equity is to be read in conjunction with the accompanying notes to the financial statements.

**LEGACY AUSTRALIA INCORPORATED
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2020**

	Note	2020 \$	2019 \$
Cash Flows from Operating Activities			
Receipts from operations		161,949	296,565
Government support-COVID19 economic stimulus		70,985	-
Receipts from Club Levies and Subscription		41,765	455,570
Receipts from donations, grants, bequests & fundraising		1,792,814	1,281,283
Interest received		40,535	50,129
Payments to beneficiaries, suppliers and employees		(1,776,018)	(1,568,249)
Net cash provided by/(used in) operating activities	15	<u>332,030</u>	<u>515,298</u>
Cash Flows from Investing Activities			
Payments for property, plant and equipment		(1,412)	(17,327)
		<u>(1,412)</u>	<u>(17,327)</u>
Cash Flows from Financing Activities			
Net (payments for)/redemption of other financial assets		(348,262)	(515,749)
Net cash (used in)/provided by investing activities		<u>(348,262)</u>	<u>(515,749)</u>
Net (decrease)/increase in cash and cash equivalents		(17,644)	(17,778)
Cash and cash equivalents at 1 July		316,293	334,071
Cash and cash equivalents at 30 June	4	<u>298,649</u>	<u>316,293</u>

The Consolidated Statement of Cash Flows is to be read in conjunction with the accompanying notes to the financial statements.

LEGACY AUSTRALIA INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

1. SIGNIFICANT ACCOUNTING POLICIES

Legacy Australia Incorporated is an association incorporated under the Victorian *Associations Incorporation Reform Act 2012* and domiciled in Australia. The principal place of business is Level 7, 47 York Street, Sydney, New South Wales.

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New, revised or amending Accounting Standards and Interpretations adopted

The incorporated association has considered and adopted any relevant new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The association for the year ended 30 June 2020 has not adopted any new accounting standards.

Basis of preparation

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

These are special purpose financial statements that have been prepared for the purposes of complying with the Victorian *Associations Incorporation Reform Act 2012* and the *Australian Charities and Not-for-profits Commission Act 2012* and associated regulations and the *Charitable Fundraising Act 1991 (NSW)*. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members of Legacy Australia Incorporated.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation and Application of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

**LEGACY AUSTRALIA INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

1. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Use of Estimates and Judgements

The preparation of a financial report requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. These accounting policies have been consistently applied by the association.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

There are no judgements made by management in the application of Australian Accounting Standards that have significant effect on the financial report and estimates with a significant risk of material adjustment in the next year.

The following is a summary of the material accounting policies adopted by the association in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Principles of consolidation

The consolidated financial statements incorporate all of the assets, liabilities and results of the parent Legacy Australia Incorporated and all of the subsidiaries. Subsidiaries are entities the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Legacy Australia Incorporated owns 100% of Legacy Australia Pty Ltd, a dormant company that has not undertaken any activity since it was incorporated. Legacy Australia Incorporated is the trustee of and controls the activities of Legacy Australia Inc Welfare Patriotic Fund (No. W573).

The assets, liabilities and results of all controlled entities are fully consolidated into the financial statements of the incorporated association from the date on which control is obtained by the incorporated association. The consolidation of a subsidiary is discontinued from the date that control ceases. Intercompany transactions, balances and unrealised gains or losses on transactions between group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the incorporated association.

(b) Income and Payroll Tax

No income or payroll tax is payable as the entity is tax-exempt.

LEGACY AUSTRALIA INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

1. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(c) Property, Plant and Equipment

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

Plant and Equipment and Leasehold Assets

Plant and equipment are measured on the cost basis.

The carrying amounts for plant and equipment are reviewed annually by directors to ensure that they are not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets' employment and subsequent disposal.

Depreciation

All plant and equipment is depreciated on a straight-line basis over the asset's useful life, 5 to 10 years, commencing from the time the assets are held ready for use.

Leasehold improvements are amortised over the period of the lease.

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposal are determined by comparing proceeds with the carrying amount. These gains or losses are included in the profit and loss.

(d) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements.

Contributions are made by the association to approved employee superannuation funds and are charged as expenses when incurred.

(e) Cash

For the purposes of the statement of cash flows, cash includes cash on hand and at call deposits with banks or financial institutions, investments in money market instruments maturing within two months and is net of bank overdrafts.

LEGACY AUSTRALIA INCORPORATED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2020

1. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(f) Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to financial assets.

Donation and bequest income is recognised when the funds are received.

Sponsorship income is recognised on the dates the corporate sponsors confirm as the due dates.

Subscriptions and Levies are billed annually for the financial year and recognised as income in the year to which they relate.

Any government grant is recognised in the balance sheet initially as deferred income when there is a reasonable assurance that it will be received and that the entity will comply with the conditions attaching to it. Grants that compensate the entity for expenses incurred are recognised as revenue in the income statement on a systematic basis in the same periods in which the expenses are incurred. Grants that compensate the entity for the cost of an asset are recognised in the income statement as other operating income on a systematic basis over the useful life of the asset.

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

(g) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown exclusive of GST.

	2020 \$	2019 \$
2. INCOME		
Donations, bequests and fundraising		
Donations	484,197	750,383
Bequests	1,202,542	234,550
Fundraising	106,075	293,654
	<u>1,792,814</u>	<u>1,278,587</u>
Club Levies and Subscriptions		
Conference levies	44,483	-
Less travel allowance refunds to Clubs	(23,621)	-
Club Annual Subscriptions paid	23,500	455,570
Less Subscription refunds to Clubs	-	(229,274)
	<u>44,362</u>	<u>226,296</u>

LEGACY AUSTRALIA INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
2. INCOME (cont'd)		
Other income		
Government support - Coronavirus Economic Response Package	70,985	-
Other recoverable	17,738	17,767
	<u>88,723</u>	<u>17,767</u>
3. EXPENSES		
Wages and salaries	556,342	517,989
Contributions to approved superannuation funds	50,370	48,937
Other employee benefits expenses	19,791	29,580
	<u>626,503</u>	<u>596,506</u>
4. CASH AND CASH EQUIVALENTS		
Operating bank balances:		
- Cash at bank	298,281	315,793
- Petty cash	368	500
	<u>298,649</u>	<u>316,293</u>
5. OTHER RECEIVABLES		
Current		
Accounts receivable	2,597	-
GST recoverable	6,557	10,396
Other receivables and prepayments	13,756	39,870
	<u>22,910</u>	<u>50,266</u>
Non-current		
Kokoda Project deposits	97,926	-
	<u>120,836</u>	<u>50,266</u>
6. OTHER FINANCIAL ASSETS		
At call interest bearing deposit accounts	556,897	658,427
Term deposits	3,086,434	2,636,642
	<u>3,643,331</u>	<u>3,295,069</u>
7. PROPERTY, PLANT AND EQUIPMENT		
Office equipment - at cost	46,121	44,710
Less accumulated depreciation	(35,768)	(29,720)
	<u>10,353</u>	<u>14,990</u>
Leasehold improvements - at cost	13,546	13,546
Less accumulated depreciation	(2,686)	(1,326)
	<u>10,860</u>	<u>12,220</u>
Total Property, Plant and Equipment	<u>21,213</u>	<u>27,210</u>

LEGACY AUSTRALIA INCORPORATED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
7. PROPERTY, PLANT AND EQUIPMENT (CONT'D)		
OFFICE EQUIPMENT		
Opening Balance	14,990	6,207
Additions	1,412	13,890
Disposals	-	16
Depreciation	(6,049)	(5,123)
Closing Balance	<u>10,353</u>	<u>14,990</u>
LEASEHOLD IMPROVEMENTS		
Opening Balance	12,220	-
Additions	-	10,109
Disposals	-	3,437
Depreciation	(1,360)	(1,326)
Closing Balance	<u>10,860</u>	<u>12,220</u>
8. PAYABLES AND OTHER LIABILITIES		
Current		
Trade and other creditors	<u>14,944</u>	<u>36,728</u>
9. DEFERRED REVENUE		
Current		
Deferred revenue - Kokoda Project	<u>61,450</u>	<u>-</u>

LEGACY AUSTRALIA INCORPORATED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
10. PROVISIONS		
Current		
Liability for long-service leave	-	11,867
Liability for annual leave	48,663	31,672
Provision for scholarships/grants	153,256	212,469
Provision for Refund of Subscriptions	-	229,274
	<u>201,919</u>	<u>485,282</u>
Provision for scholarships/grants		
Legacy Westpac Scholarship-grants provided for (1 year or less)	125,256	172,469
John Gough Bursaries (via AVCAT)-provided for (1 year or less)	28,000	40,000
	<u>153,256</u>	<u>212,469</u>
Movement in Provision for Scholarship / Grants		
Opening balance	212,469	274,493
Net Scholarships/Grants awarded for (1 year or less) and Net scholarships and grants expensed/refunded	(59,213)	(62,024)
Closing balance	<u>153,256</u>	<u>212,469</u>
Non-Current		
Liability for long-service leave	<u>33,803</u>	<u>25,836</u>
11. RETAINED EARNINGS		
Balance at 1 July	1,957,643	1,927,642
Surplus attributable to the Association	629,742	386,906
Net transfer (from)/to reserves	(558,726)	(356,905)
Balance at 30 June	<u>2,028,659</u>	<u>1,957,643</u>

LEGACY AUSTRALIA INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

12. RESERVES

In order to assist members to understand the future activities that the retained surplus of Legacy Australia Incorporated is intended to support, the directors have established a number of reserves within equity. The movements for the year in each reserve and the detailed purpose for which the reserve has been established are detailed below.

	2020 \$	2019 \$
Total Reserve Movement		
Balance at 1 July	1,180,556	823,651
Income allocated to reserves	1,118,459	743,057
Expenditure allocated to reserves	(481,130)	(343,152)
Movement on balance sheet	(78,603)	(43,000)
Balance at 30 June	<u>1,739,282</u>	<u>1,180,556</u>

These movements occurred through the following reserves:

(a) National Programs - Educational Support

Westpac Education & Development Fund		
Balance as at 1 July	394,874	431,706
Westpac donation recognised as income received	-	250,000
Legacy Westpac Fund grants to various beneficiaries in Legacy Clubs with the approval of the Advocacy Committee incl AVCAT scholarships	(180,318)	(262,710)
Administrative fees paid to AVCAT for Legacy Bursaries administered through AVCAT	-	(4,122)
Administrative support costs allocated to the distribution of the Legacy Westpac bursaries	(20,000)	(20,000)
Funds Retained in reserve for future financial years	<u>194,556</u>	<u>394,874</u>

This comprises of funds set aside to maintain commitments to current welfare projects and services to benefit Legacy beneficiaries.

Legacy Tertiary Education Fund		
Balance as at 1 July	-	-
Donation recognised as income received	100,000	-
Funds Retained in reserve for future financial years	<u>100,000</u>	<u>-</u>

These funds were received from an anonymous donor and will be used to support the educational needs of Legacy beneficiaries.

LEGACY AUSTRALIA INCORPORATED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
12 RESERVES (CONT'D)		
(a) National Programs - Educational Support (cont'd)		
John Gough Memorial Fund		
Balance as at 1 July	119,463	149,078
Interest received from JG term deposit	2,197	1,623
Bursaries & administration fees paid to AVCAT	(47,688)	(31,238)
Funds Retained in reserve for future financial years	<u>73,972</u>	<u>119,463</u>

These funds were received as a bequest from the late Legatee John Gough of Melbourne and Adelaide Legacy. Legacy Australia Council resolved that this fund be used to provide assistance for the use of tertiary scholarships to Legacy beneficiaries. These bursaries are administered through AVCAT.

(b) National Programs - Social Support

Legacy Junior Public Speaking Award (LJPSA) National program

Balance as at 1 July	22,938	47,734
Expenses to Legacy Junior Public Speaking Award paid out	(21,071)	(19,796)
Transfer from the J&A Belfer Trust Fund	20,000	-
Administrative support costs allocated to the program	-	(5,000)
Funds Retained in reserve for future financial years	<u>21,867</u>	<u>22,938</u>

This comprises of funds set aside supporting a program to enhance understanding and awareness of Legacy and its ideals among families and youth by the medium of public speaking. This program was previously supported by funds received from the Duchesa bequest and now by a generous donation from the J&A Belfer Trust.

Australia Post/AWM Legacy Youth ANZAC Visit (formerly Florance Foundation)

Balance as at 1 July	7,692	27,979
AWM Legacy Youth Visits to AWM paid out	-	(15,287)
Administrative support costs allocated to the program	-	(5,000)
Funds Retained in reserve for future Financial Years	<u>7,692</u>	<u>7,692</u>

This fund was provided by Australia Post to Legacy, in the lead up to the commemoration of the ANZAC Centenary, donations of \$1 each from the sales of selected 2015 Australia Post Legends Stamp products that are sold through Australia Post outlets, including its Victorian outlets.

The LA Inc. Board agreed to utilise the \$100,000 received on 1 July 2015 from the Australia Post Fundraiser for the extension of the AWM Legacy Youth ANZAC Visit initiative whereby Legacy juniors visit Canberra officially touring the AWM and participating in the laying of a wreath with the National Chairman on ANZAC Day.

A total of \$22,913 of Australia Post's donation was generated through stamp sales in the state of Victoria and in accordance with the requirements of the Veterans Act 2005 these funds have been deposited in Legacy Australia Inc Welfare Patriotic Fund (No. W573). This fund is used to fund the participation of Victorian beneficiaries.

LEGACY AUSTRALIA INCORPORATED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
12 RESERVES (CONT'D)		
(b) National Programs - Social Support (cont'd)		
John & Anna Belfer Trust Fund		
Balance 1 July	332,000	-
Donation recognised as income received	165,000	332,000
Interest received from Term Deposit	3,271	-
Expenses paid out to Legacy projects and programs	(226,500)	-
Transfer to the Legacy Junior Public Speaking Award Fund	(20,000)	-
	-	-
Funds Retained in reserves for future financial years	<u>253,771</u>	<u>332,000</u>

Funds donated by the Trustees of the John & Anna Belfer Trust. These funds will be used to fund mutually agreed Legacy projects and programs in conjunction with the AWM to assist in the social and personal development of Legacy beneficiaries, especially Legacy youth, and also for other mutually agreed programs supporting Legacy beneficiaries.

(c) National Programs - Projects

Kokoda		
Balance 1 July	141,435	-
Kokoda Project Income Received	92,244	159,435
Transfer of reserves from General Reserves to Project	50,000	-
Amount recorded as deferred income and transferred from fund	(61,450)	-
Amount recorded as a prepayment and transferred from fund	2,846	-
Expenses incurred	(5,554)	-
Transfer to retained earnings for services to Inspired Adventures	-	(18,000)
Funds Retained in reserves for future financial years	<u>219,521</u>	<u>141,435</u>

In conjunction with the commemoration the 75th Anniversary of the WW11 Kokoda Campaign, a Legacy youth leadership and personal development program centred on trekking the Kokoda track was conducted in 2017. A further such activity was planned for 2020 and but due to the COVID-19 pandemic it has been deferred until August 2021. These funds will be utilised for this activity.

(d) National Programs - General

Bequests		
Balance 1 July	162,154	167,154
Income received from bequests transferred to Bequest Reserves	755,748	-
Transfer to National Programs - Projects - Kokoda	(50,000)	-
Welfare disbursements and expenses	-	(5,000)
Funds Retained in reserve for future financial years	<u>867,902</u>	<u>162,154</u>

The funds were derived as bequests to the Legacy Clubs of Australia for general usage as stipulated in the Will.

LEGACY AUSTRALIA INCORPORATED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
13. OPERATING LEASES		
The Association is party to a rental agreement in respect of its office premises, however is not obligated to make any payment for the lease arrangement throughout the term of the lease. The future minimum lease payments due under the non-cancellable operating leases are as follows:		
Within one year	-	-
Between one and five years	-	-
	<u>-</u>	<u>-</u>

LA Inc is into its 3rd year of a 'peppercorn' lease arrangement with Legacy Club Services (LCS). This lease will be up for renewal on 7 May 2021.

14. RELATED PARTIES

No members of the Board or director related entities transacted with Legacy Australia Incorporated during the year except for reimbursement of authorised expenses. During the year no fees were paid to directors.

	2020 \$	2019 \$
15. RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES		
Reconciliation of cash flow from operations with surplus/(deficit) from ordinary activities:		
Operating surplus	629,742	386,906
Adjustments for:		
- (Profit) on disposal of property, plant and equipment	-	(16)
- Depreciation expense	7,409	6,449
Changes in assets and liabilities		
- (Increase)/decrease in other receivables	27,356	(7,792)
- (Increase)/decrease in prepayments	(97,926)	-
- (Decrease)/increase in payables and other liabilities and accrued distributions	(309,092)	(43,690)
- (Decrease)/increase in deferred revenue	61,450	-
- (Decrease)/increase in provisions	13,091	173,441
Cash flows provided by/(used in) operations	<u><u>332,030</u></u>	<u><u>515,298</u></u>

LEGACY AUSTRALIA INCORPORATED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
16. CONTINGENT LIABILITIES AND CONTINGENT ASSETS		
<p>Legacy Australia received generous donations from Westpac as part of the commemoration of the Centenary of WWI. Also a generous bequest was received previously from the Estate of the Late Legatee John Gough. These funds have been allocated by the Board for distribution as grants and scholarships to eligible Legacy beneficiaries for education and personal development purposes.</p> <p>At year end the Directors have recognised a provision for Scholarships / Grants awarded of \$153,256 (2019: \$212,469) (refer to Note10) which the Directors expect to be distributed within the next 12 months. For scholarships and grants which have been awarded for periods that exceed 12 months from the date of the financial statements these have been disclosed as a contingent liability based on the uncertainties that exist with respect to these awarded grants being distributed.</p>		
Scholarships and grants awarded greater than 12 months	<u>68,208</u>	<u>82,088</u>

The Directors are not aware of any other significant contingent liabilities or assets affecting Legacy Australia Incorporated.

LEGACY AUSTRALIA INCORPORATED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
17. ADDITIONAL DISCLOSURES REQUIRED BY THE CHARITABLE FUNDRAISING ACT 1991 (NSW) AND THE CHARITABLE FUNDRAISING REGULATIONS 1993		
<i>(a) Fundraising Appeals conducted during the year</i> Donations received from external party fundraising initiatives.		
<i>(b) Information on any material occurrence</i> Legacy Australia Incorporated earned an overall surplus of \$629,742 during the year.		
<i>(c) Details of Aggregate Gross Income and Total Expenses of fundraising Appeals</i>		
Gross proceeds	106,075	293,654
Less total costs	(13,426)	(22,946)
Net surplus from fundraising appeals	<u>92,649</u>	<u>270,708</u>

Gross income does not include corporate sponsorships as these are considered commercial arrangements rather than fundraising appeals.

Details of gross income and aggregate expenses of appeals conducted jointly with traders. No appeals were conducted jointly with traders during the year.

Statement showing how funds received were applied to Charitable Purposes

(i) Net surplus from fundraising appeals	<u>92,649</u>	<u>270,708</u>
(ii) This is applied to the charitable purposes in the following manner:		
Expenditure direct services	(548,521)	(559,897)
Expenditure on indirect services	(928,966)	(909,039)
Total Expenditure	<u>(1,477,487)</u>	<u>(1,468,936)</u>
Shortfall	<u>(1,384,838)</u>	<u>(1,198,228)</u>

The shortfall of \$1,384,838 was funded by corporate sponsorship, commercial operations, member club levies, bequests, investment income and subsidies from the Commonwealth Government Coronavirus package.

LEGACY AUSTRALIA INCORPORATED
DECLARATION BY CHIEF EXECUTIVE OFFICER IN RESPECT OF FUNDRAISING APPEALS

Declaration Opinion

I, Scott Warr, CEO of Legacy Australia Incorporated declare, in my opinion:

1. the statements of profit or loss and other comprehensive income give a true and fair view of all income and expenditure of the consolidated entity with respect to fundraising appeals;
2. the statements of financial position give a true and fair view of the state of affairs with respect to fundraising appeals;
3. the provisions of the *Charitable Fundraising Act 1991(NSW)*, the regulations under the Act and the conditions attached to the fundraising authority have been complied with; and
4. the internal controls exercised by the consolidated entity are appropriate and effective in accounting for all income received and applied by Legacy Australia Incorporated from any of its fundraising appeals.



Scott Warr
Chief Executive Officer

23 September 2020
Sydney

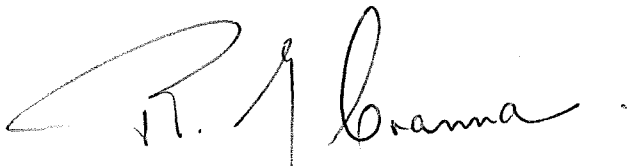
**LEGACY AUSTRALIA INCORPORATED
DIRECTORS' DECLARATION**

The directors of Legacy Australia Incorporated have determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in note 1 to the financial statements.

In the opinion of the directors of Legacy Australia Incorporated:

- (a) the financial statements and notes, set out on pages 5 to 21 are in accordance with the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Charitable Fundraising Act 1991 (NSW)*, including giving a true and fair view of the financial position of Legacy Australia Incorporated as at 30 June 2020 and of its performance, as represented by the results of its operations and its cash flows, for the year ended on that date; and
- (b) there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors:



**Legatee Richard Cranna
Chairman**



**Legatee Donald Stewart
Treasurer**

**23 September 2020
Sydney**

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS

Of Legacy Australia Incorporated

Report on the Financial Report

Opinion

We have audited the financial report of Legacy Australia Incorporated and its subsidiaries (the Group), which comprises of the consolidated statement of financial position as at 30 June 2020, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity, consolidated statement of cash flows for the year the ended, and the notes to the financial statements, including a summary of significant accounting policies and the director's declaration.

In our opinion the financial report of Legacy Australia Incorporated has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profit Commission Act 2012*, including:

- a) giving a true and fair view of the Group's financial position as at 30 June 2020 and of their performance for the year ended on that date;
- b) complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of the *Australian Charities and Not-for-profit Commission Act 2012* and the *Australian Charities and Not-for-profits Commission Regulation 2013*; and
- c) The *Charitable Fundraising Act 1991(NSW)*, including
 - I. the financial report shows a true and fair view of the financial result of fundraising appeals for the year to which they relate; and
 - II. the financial report and groups records have been properly kept during the year in accordance with this Act and the regulations; and
 - III. money received as a result of fundraising appeals conducted during the year has been properly accounted for and applied in accordance with this Act and the regulations; and
 - IV. Legacy Australia Incorporated is solvent, as it is able to pay its debts as and when they fall due.

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 Association in accordance with the auditor's independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethics Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describe the basis of accounting. The financial report has been prepared to assist the group to meet the requirements of the *Australian Charities and Not-for-profit Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Groups annual report for the year ended 30 June 2020, but does not include the financial report or 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.

**Independent Auditor's Report to the Members
of Legacy Australia Incorporated**

Auditor's Responsibilities for the Audit of the Financial Report continued...

- 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any deficiencies in internal control that we identify during our audit.

Fortunity Assurance



Adrian Thompson
Partner
155 The Entrance Road
Erina NSW 2250

Date: 23 September 2020

**LEGACY AUSTRALIA INC
WELFARE PATRIOTIC FUND**

**SPECIAL PURPOSE FINANCIAL REPORT
FOR THE PERIOD ENDED 30 JUNE 2020**

LEGACY AUSTRALIA INC WELFARE PATRIOTIC FUND

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LEGACY AUSTRALIA INC WELFARE PATRIOTIC FUND
 INCOME STATEMENT
 FOR THE PERIOD ENDED 30 JUNE 2020

	2020 \$	2019 \$
INCOME		
Fundraising	1,377	1,228
Total revenue	<u>1,377</u>	<u>1,228</u>
EXPENSES		
Support for AWM Legacy Youth ANZAC visit	-	7,821
Bank fees	-	3
Total expenditure	<u>-</u>	<u>7,824</u>
Surplus/(Deficit)	<u>1,377</u>	<u>(6,596)</u>
Opening retained earnings	4,021	10,617
Closing retained earnings	<u>5,398</u>	<u>4,021</u>

The following notes form part of these financial statements.

LEGACY AUSTRALIA INC WELFARE PATRIOTIC FUND
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2020

	2020 \$	2019 \$
ASSETS		
CURRENT ASSETS		
Cash at bank	5,498	4,121
TOTAL CURRENT ASSETS	<u>5,498</u>	<u>4,121</u>
NET ASSETS	<u>5,498</u>	<u>4,121</u>
EQUITY		
Settled sum	100	100
Retained earnings	5,398	4,021
TOTAL EQUITY	<u>5,498</u>	<u>4,121</u>

The following notes form part of these financial statements.

**LEGACY AUSTRALIA INC WELFARE PATRIOTIC FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR PERIOD 30 JUNE 2020**

1. INTRODUCTION

Legacy Australia Inc Welfare Patriotic Fund (No. W573) was established on 12 November 2015 and is a trust domiciled in Victoria. The Trustee is Legacy Australia Incorporated. The objects and purposes of Legacy Australia Inc Welfare Patriotic Fund are the care of dependants of those who served their country, namely veterans who gave their lives or health on operational service or subsequently, and the Australian Defence Force members who died as a result of any Service or Duty.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are a special purpose financial report prepared in order to satisfy the accounts preparation requirements contained in the Trust Deed for Legacy Australia Inc Welfare Patriotic Fund. The trustee has determined that Legacy Australia Inc Welfare Patriotic Fund is not a reporting entity and therefore have been prepared in accordance with only the measurement and recognition requirements of Australian Accounting Standards in the preparation of these statements.

The principal accounting policies adopted by Legacy Australia Inc Welfare Patriotic Fund are stated in order to assist in a general understanding of the financial report.

(a) Donations

Income is recognised when Legacy Australia Inc Welfare Patriotic Fund obtains control of the contribution or the right to receive a contribution, it is probable that the economic benefits comprising the contribution will flow to the entity and the amount of the contribution can be reliably measured.

(b) Income Tax

The Trust is registered with the Australian Charities and Not-for-profit Commissions (ACNC) as a Public Benevolent Institution and has Deductible Gift Recipient status.

(c) Cash

Cash includes deposits held at call with a bank or financial institution and highly liquid investments that are readily convertible to cash on hand and are subject to an insignificant risk of changes in value.

LEGACY AUSTRALIA INC WELFARE PATRIOTIC FUND
DECLARATION OF THE TRUSTEE

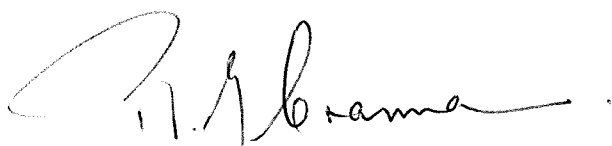
The directors of Trust have determined that the Trust is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in note 1 to the financial statements.

In the opinion of the directors of Trust:


- (a) the financial statements and notes, set out on pages 1 to 3 are in accordance with the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the trust Deed, including giving a true and fair view of the financial position of Legacy Australia Inc Welfare Patriotic Fund as at 30 June 2020 and of its performance, as represented by the results of its operations and its cash flows, for the year ended on that date;
- (b) the financial statements and notes are in accordance with the Trust Deed and
- (c) there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors:

Signed in Sydney in accordance with a resolution of the directors this 23 day of September 2020.



Legatee Richard Cranna
Chairman



Legatee Donald Stewart
Treasurer

**Independent Auditor's Report To The Trustees of
Legacy Australia Inc Welfare Patriotic Fund**

Report on the Financial Report

Opinion

We have audited the financial report of Legacy Australia Inc Welfare Patriotic Fund, which comprises of the statement of financial position as at 30 June 2020 and statement of Profit or Loss & other comprehensive income for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the statement by Trustee's.

In our opinion the financial report of Legacy Australia Incorporated has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profit Commission Act 2012*, including:

- a) giving a true and fair view of the Association's financial position as at 30 June 2020 and of their performance for the year ended on that date; and
- b) complying with Australian Accounting Standards to the extent described in Note 2 and the *Australian Charities and Not-for-profits Commission Act 2012* and the trust Deed

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 Trust in accordance with the auditor's independence requirements the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethics Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 2 to the financial statements, which describe the basis of accounting. The financial report has been prepared to assist the association to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the trust deed. As a result, the financial report may not be suitable for another purpose.

Other Information

The Trustee's are responsible for the other information. The other information comprises the information included in the trusts annual report for the year ended 30 June 2020, but does not include the financial report or 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 materially misstated.

If, based on the work performed, we conclude that there is a material misstatement of this other information; we are required to report on this fact. We have nothing to report in this regard.

Responsibilities of Trustee's for the Financial Report

The Trustees of the Trust are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards to the extent described in Note 2 (including the Australian Accounting Interpretations), the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the Trustees determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

**Independent Auditor's Report To The Trustees of
Legacy Australia Inc Welfare Patriotic Fund**

Responsibilities of Trustee's for the Financial Report continued...

In preparing the financial report, the Trustee's are responsible for assessing the Trust's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using the going concern basis of accounting unless the Trustee's either intends to liquidate or to cease operations, or has no realistic alternative but to do so.

The Trustees are responsible for overseeing the Trust's financial reporting process.

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 it is not a guarantee that an audit conducted in accordance with 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional skepticism 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 controls.
- Obtain an understanding of internal controls relevant to the audit in order to design the audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the Company's 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 or conditions may cause the entity 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 Trustee's regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any deficiencies in internal control that we identify during our audit.

Fortunity Assurance



Adrian Thompson

Partner

155 The Entrance Road

Erina NSW 2250

Date: 23 September 2020