

On behalf of the Board of Cystic Fibrosis Community Care (CFCC), I am pleased to present the Treasurer's Report for the period ending 31 December 2022.

The last financial year proved to be challenging for many members of our community. Once in a generation floods, an uncertain economic outlook and the persistent impact of COVID-19 have presented the CF community with numerous challenges to overcome. While our ability to influence events such as these are limited, we are able to choose how we respond. It has once again been reassuring to observe the resilience of those most impacted and the willingness of the CF community to support one another and our organisation in difficult times.

In 2022 CFCC is reporting the total financial performance of both Victoria and New South Wales. Despite these uncertainties and challenges, CFCC has continued to adapt and find new ways to support our community in their daily lives. Pleasingly this has also resulted in a robust financial performance in 2022 with the organisation delivering an overall surplus of approximately \$0.12million.

Income

CFCC income from normal activities for the year to 31 December 2022 was approximately \$2.80million, an increase of 26% over the previous year. 66% of the CFCC total income is made up of donations and bequests, totalling \$1.8 million, (2021 – \$1.1 million). The increase was mainly driven by generous bequests from our community. Our Government Grants remained broadly in line with 2021 at approximately \$0.86million and we thank the Commonwealth, NSW Ministry of Health, and VIC Department of Families, Fairness and Housing for their ongoing support.

Expenditure

CFCC total expenditure for the year was \$2.68million, an 8% increase compared to the previous year. The largest area of spend was employment related costs of \$1.43 million accounting for 53% of total spending, including the Programs and Services team who deliver vital support to our community. Our expenditure on grants and reimbursements for the community was approximately \$0.29million for 2022.

Investment Policy

The Investment Committee has responsibility for setting investment policy and overseeing the investment portfolio of which Evans & Partners have been appointed as investment advisors. The overall investment objective is to maximise the return on investment while balancing the risks associated and exposure to growth assets as set out in the Investment Policy.

Financial markets in 2022 were marked by instability caused by both domestic and global events, including an increase in interest rates, the conflict between Ukraine and Russia, and escalating cost of living expenses. The Investment Committee will continue to evaluate its investments and investment policy and report to the Board on a regular basis.

Total Equity (Reserves)

CFCC equity, as of 31 December 2022, totalled \$6.35million including \$4.05million of cash and short-term investments (investment portfolio), a 1.9% increase compared to the previous year (2021 – \$6.23million). Reserves are held in order to ensure the continuity of service provision, as well as to enable CFCC to move forward with strategically important programs of work as and when opportunities arise.

While 2022 has presented considerable challenges to our community and organisation, thanks to our supporters, partners, staff, volunteers, Leadership Team, and Board, CFCC remains well positioned to continue to deliver on our purpose.

A copy of the Audited Financial Statements for the period ending 31 December 2022 is available to all members.



.....

Cameron Jones, Non-Executive Director & Treasurer

27 April 2023