

ANZAC DAY TRUST

ANNUAL REPORT 2007

ANZAC DAY TRUST

THE HON E S RIPPER, BA, Dip Ed, MLA
TREASURER OF WESTERN AUSTRALIA

In accordance with section 61 of the Financial Management Act 2006, I hereby submit for your information and presentation to Parliament, the Annual Report of the Anzac Day Trust for the financial year ending 31 December 2007.

The Annual Report has been prepared in accordance with the provisions of the Financial Management Act 2006.



J NETOLICKY
CHAIRMAN

MEMBERSHIP

Trustee	Representing
Mr J Netolicky, CPA	Department of Treasury and Finance (Chairman)
Cdr D J Orr, RAN (Rtd)	The Returned and Services League WA Branch, Inc.
Mr D R Warren, AM, RFD, FCA	Perth Legacy Inc.
Mr G Warner, AM, LVO, FAICD	The various ex-services organisations defined in Section 11(3)(d) of the Act.

The Governor in Executive Council appointed the Trustees on 28 March 2006 for a term of 3 years expiring on 7th March 2009.

Mr J Netolicky, an officer of the Department of Treasury and Finance, is Hon. Secretary and Chief Finance Officer to the Trust.

The address of the Trust is:

c/- Department of Treasury and Finance
10th Floor, Governor Stirling Tower
197 St Georges Terrace
Perth WA 6000

Telephone: (08) 9222 9184

CHAIRMAN'S REPORT

For the financial year ending 31 December 2007 the Trust distributed \$312,800 to ex-service organisations for the amelioration of Western Australia's ex-service personnel and their dependants. This represented an increase of \$1,900 on the amount distributed in 2006.

The Trust received 14 applications for assistance in 2007. The Returned and Services League and Perth Legacy, Western Australia's two major ex-services organisations continue to receive requests for assistance that far exceed their available resources.

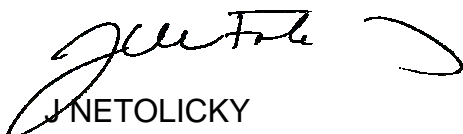
Applications for financial assistance in 2007 totalled \$354,235. This amount is not a true reflection however, of the actual level of financial assistance needed as the services organisations recognise the funding limitations of the Trust and prepare their applications accordingly.

The Trustees met on 12 November 2007 to formally consider the applications for financial assistance and to recommend on the distribution of the available funds.

In accordance with sub-section 10(3) of the Anzac Day Act, the Trustees' recommendations were approved and the sum of \$312,800 was disbursed to the organisations as detailed in Note 3 to the financial statements.

The Anzac Day Amendment Bill 2005, introduced in June 2005, amends the preamble to define ANZAC Day as a day for the commemoration of the landing of Australian and New Zealand troops on the shores of Gallipoli on 25 April 1915 and recognises the sacrifices made by all Australian men and women serving their country in times of war, conflict and in peacekeeping duties. Further amendments transfer the Act from the Treasurer's portfolio to the Premier's portfolio. The Bill was second read in the Legislative Council on 8 November 2005.

Again, on behalf of my fellow Trustees and, more importantly, the beneficiaries of the Trust, I sincerely thank the Government for its continued financial support.



J. NETOLICKY
CHAIRMAN

ANZAC DAY TRUST FUND

The Anzac Day Trust Fund is established under Section 10(1) of the *Anzac Day Act 1960* and, subject to the Treasurer, is administered by the Trust constituted under the provisions of the Act.

The Anzac Day Act requires that the following shall be paid into the Treasury to the credit of the Fund:

- (a) all moneys paid to the Trust pursuant to the provisions of Section 5 of the Anzac Day Act;
- (b) all moneys paid to the Trust pursuant to the provisions of Section 7 of the Anzac Day Act; and
- (c) all donations, devises and bequests made to the Trust.

State Government assistance to the Anzac Day Trust Fund has been in the form of an annual grant since 1996 and this arrangement replaced the previous methods of funding.

With regard to (a) and (b), Section 5 of the Act provides for the whole of the net proceeds derived from race meetings held in the metropolitan area on Anzac Day, and 60% of the net proceeds derived from country race meetings to be paid to the Trust; and Section 7 of the Act provides for 60% of the net proceeds of "defined" sporting activities held anywhere in the State on Anzac Day to be paid to the Trust.

OPINION OF THE AUDITOR GENERAL



AUDITOR GENERAL

INDEPENDENT AUDIT OPINION

To the Parliament of Western Australia

**THE ANZAC DAY TRUST
FINANCIAL STATEMENTS AND KEY PERFORMANCE INDICATORS FOR
THE YEAR ENDED 31 DECEMBER 2007**

I have audited the accounts, financial statements, controls and key performance indicators of The Anzac Day Trust.

The financial statements comprise the Balance Sheet as at 31 December 2007, and the Income Statement, Statement of Changes in Equity, Cash Flow Statement, a summary of significant accounting policies and other explanatory Notes.

The key performance indicators consist of key indicators of effectiveness and efficiency.

Trustee's Responsibility for the Financial Statements and Key Performance Indicators

The Trustee is responsible for keeping proper accounts, and maintaining adequate systems of internal control, for preparing the financial statements in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Treasurer's Instructions, and the key performance indicators. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements and key performance indicators that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; making accounting estimates that are reasonable in the circumstances; and complying with the Financial Management Act 2006 and other relevant written law.

Summary of my Role

As required by the Auditor General Act 2006, my responsibility is to express an opinion on the financial statements, controls and key performance indicators based on my audit. This was done by testing selected samples of the audit evidence. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion. Further information on my audit approach is provided in my audit practice statement. Refer "<http://www.audit.wa.gov.au/pubs/Audit-Practice-Statement.pdf>".

An audit does not guarantee that every amount and disclosure in the financial statements and key performance indicators is error free. The term "reasonable assurance" recognises that an audit does not examine all evidence and every transaction. However, my audit procedures should identify errors or omissions significant enough to adversely affect the decisions of users of the financial statements and key performance indicators.

The Anzac Day Trust

Financial Statements and Key Performance Indicators for the year ended 31 December 2007

Audit Opinion

In my opinion,

- (i) the financial statements are based on proper accounts and present fairly the financial position of The Anzac Day Trust at 31 December 2007 and its financial performance and cash flows for the year ended on that date. They are in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Treasurer's Instructions;
- (ii) the controls exercised by the Trust provide reasonable assurance that the receipt, expenditure and investment of money, the acquisition and disposal of property, and the incurring of liabilities have been in accordance with legislative provisions; and
- (iii) the key performance indicators of the Trust are relevant and appropriate to help users assess the Trust's performance and fairly represent the indicated performance for the year ended 31 December 2007.

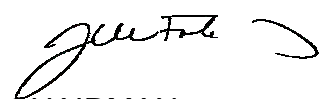


GLEN CLARKE
ACTING AUDITOR GENERAL
11 March 2008

Certification of Financial Statements

The accompanying financial statements of The Anzac Day Trust have been prepared in compliance with the provisions of the Financial Management Act 2006 from proper accounts and records to present fairly the financial transactions for the year ending 31 December 2007 and the financial position as at 31 December 2007.

At the date of signing we are not aware of any circumstances which would render the particulars included in the financial statements misleading or inaccurate.



CHAIRMAN
19 February 2008



TRUSTEE



CHIEF FINANCE OFFICER

THE ANZAC DAY TRUST

INCOME STATEMENT
for the year ended 31 December 2007

	Note	2007 \$	2006 \$
COST OF SERVICES			
Expenses			
Grants to ex-Service Organisations	(2)	312,800	310,900
Other Expenses		3,507	2,714
Total cost of services		<u>316,307</u>	<u>313,614</u>
Income			
Revenue			
Proceeds from Sporting Events:			
WA Greyhound Racing Authority		0	550
Interest revenue		16,686	15,900
Total Revenue		<u>16,686</u>	<u>16,450</u>
NET COST OF SERVICES		<u>299,621</u>	<u>297,164</u>
INCOME FROM STATE GOVERNMENT			
Service appropriation		300,000	300,000
Resources received free of charge	(3)	207	214
Total income from State Government		<u>300,207</u>	<u>300,214</u>
SURPLUS/DEFICIT FOR THE PERIOD		586	3,050

The Income Statement should be read in conjunction with the accompanying notes.

THE ANZAC DAY TRUST

BALANCE SHEET
as at 31 December 2007

	Note	2007 \$	2006 \$
ASSETS			
Current Assets			
Cash and cash equivalents	4(a)	27	98
Accrued Interest		4,439	3,782
TOTAL ASSETS		<u>4,466</u>	<u>3,880</u>
NET ASSETS		4,466	3,880
EQUITY			
Accumulated Surplus		4,466	3,880
TOTAL EQUITY		<u>4,466</u>	<u>3,880</u>

The Balance Sheet should be read in conjunction with the accompanying notes.

THE ANZAC DAY TRUST

CASH FLOW STATEMENT
for the year ended 31 December 2007

	Note	2007 \$	2006 \$
CASH FLOWS FROM STATE GOVERNMENT			
Service appropriation		<u>300,000</u>	<u>300,000</u>
Net cash provided by State Government		<u>300,000</u>	<u>300,000</u>
 Utilised as follows:			
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments			
Grants to ex-Service Organisations		(312,800)	(310,900)
Audit Fees		(3,300)	(2,500)
Receipts			
Proceeds from Sporting Events		0	550
Interest received		16,029	12,948
Net cash used in operating activities	4(b)	<u>(300,071)</u>	<u>(299,902)</u>
Net increase/(decrease) in cash and cash equivalents		(71)	98
Cash and cash equivalents at the beginning of period		98	0
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD	4(a)	<u>27</u>	<u>98</u>

The Cash Flow Statement should be read in conjunction with the accompanying notes.

THE ANZAC DAY TRUST

STATEMENT OF CHANGES IN EQUITY
for the year ended 31 December 2007

	2007	2006
	\$	\$
ACCUMULATED SURPLUS (RETAINED EARNINGS)		
Balance at start of period	3,880	830
Surplus/(deficit) for the period	586	3,050
Balance of equity at end of period	<u>4,466</u>	<u>3,880</u>

THE ANZAC DAY TRUST

Notes to the Financial Statements

NOTE 1: Australian equivalents to International Financial Reporting Standards

The Authority's financial statements for the year ended 31 December 2007 have been prepared in accordance with Australian equivalents to International Financial Reporting Standards (AIFRS), which comprise a Framework for the Preparation and Presentation of Financial Statements (the Framework) and Australian Accounting Standards (including the Australian Accounting Interpretations).

In preparing these financial statements the Authority has adopted, where relevant to its operations, new and revised Standards and Interpretations from their operative dates as issued by the AASB and formerly the Urgent Issues Group.

General Statement

The financial statements constitute a general purpose financial report which has been prepared in accordance with Accounting Standards, the Framework, Statements of Accounting Concepts and other authoritative pronouncements of the Accounting Standards Board, as applied by the Treasurer's Instructions. Several of these are modified by the Treasurer's Instructions to vary application, disclosure, format and wording.

The Financial Management Act and the Treasurer's Instructions are legislative provisions governing the preparation of financial statements and take precedence over Accounting Standards, the Framework, Statements of Accounting Concepts and other authoritative pronouncements of the Australian Accounting Standards Board.

Where modification is required and has a material or significant financial effect upon the reported results, details of that modification and the resulting financial effect are disclosed in the notes to the financial statements.

Grants, donations, gifts and other non-reciprocal contributions

Revenue is recognised at fair value when the Authority obtains control over the assets comprising the contributions, usually when cash is received.

Contributions are recognised at their fair value. Contributions of services are only recognised when a fair value can be reliably determined and the services would be purchased if not donated.

Interest

Revenue is recognised as the interest accrues.

THE ANZAC DAY TRUST

Notes to the Financial Statements (cont)

NOTE 2: Grants to Ex-Service organisations:

	2007	2006
	\$	\$
2/16th Battalion AIF Association	1,500	1,500
2/28th Battalion & 24th Anti-Tank Company Welfare Fund	1,500	1,200
2/4th Machine Gun Battalion (AIF) Ex-Members Association (Inc)	1,500	1,200
Australian Army Training Team Vietnam Association	500	Nil
British Ex-Services Association Inc	700	700
Ex-Prisoners of War Association of WA	3,000	2,500
Netherlands Ex-Servicemen's Association of Australia Inc	400	400
Partners of Veterans Association	Nil	3,000
Perth Legacy	138,000	138,125
Returned & Services League of Australia, WA Branch	138,000	138,125
Royal Australian Air Force Association (WA Div) Inc	12,000	12,000
Royal Australian Navy Corvettes (WA)	1,500	Nil
Royal Naval Association, Marmion Branch	500	500
Totally & Partially Disabled Veterans	3,500	3,000
Totally & Permanently Incapacitated Ex-Servicemen & Women WA Branch Inc	8,000	8,000
War Widows' Guild Inc	2,200	650
	312,800	310,900

THE ANZAC DAY TRUST

Notes to the Financial Statements (cont)

	2007	2006
	\$	\$
NOTE 3: Resources received free of charge:		
- Department of Treasury and Finance	<u>207</u>	<u>214</u>
	<u>207</u>	<u>214</u>

NOTE 4: Notes to the Cash Flow Statement:

(a) Reconciliation of Cash		
For the purpose of the Cash Flow Statement, cash includes cash at bank. Cash at the end of the financial year as shown in the Cash Flow Statement is reconciled to the related items in the Balance Sheet as follows:		
Cash and cash equivalents	27	98
(b) Reconciliation of Net Cost of Services to Net Cash Flows used in Operating Activities		
Net cost of services	(299,621)	(297,164)
Non cash items: Resources received free of charge	207	214
(Increase)/decrease in assets:		
- accrued interest	<u>(657)</u>	<u>(2,952)</u>
Net cash used in operating activities	<u>(300,071)</u>	<u>(299,902)</u>

NOTE 5: Explanatory Statement:

- (i) The Anzac Day Fund is established under Section 10(1) of the Act.
- (ii) Funds available to the Trust are dependent on the annual Government grant of \$300,000, the success of the Anzac Day activities that contribute to the Trust's income and the investment opportunities available prior to the disbursement of the Trust's funds.
- (iii) The Trust's income and sources of income can, by their nature, vary from year to year.
- (iv) The estimate for 2007 of \$313,000 compares with an actual result of \$312,800.

NOTE 6: Remuneration of auditor:

Remuneration payable to the Auditor General for the financial year is as follows:

Auditing the accounts, financial statements and performance indicators	3,300	2,500
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THE ANZAC DAY TRUST

PERFORMANCE INDICATORS for the year ended 31 December 2007

The principal duty of the Trustees is to ensure moneys standing to the credit of the Fund are disbursed and are to be used for the purposes specified in Section 10(3) of the Anzac Day Act.

The limited scope of the activities of the Trust do not justify the development of sophisticated performance indicators. The relevant performance indicators used were:

1. The extent to which the funds available to the Trust were distributed.

This indicator is a measure of the distribution of funds available to the Trust at the date of the annual meeting of the Trust :

2007	2006	2005	2004	2003
99.99%	99.97%	100.00%	99.97%	99.94%

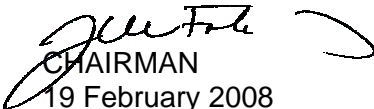
2. The extent to which the funds available were distributed for the purposes specified by the Act.

Funds were disbursed to service organisations with the stated purpose of expending funds for the amelioration of ex-servicemen and women and the housing of them. None of these organisations has reported as having received an adverse audit opinion issued on their disbursement of Funds received from the Trust.

Certification of Performance Indicators

We certify that, in our opinion, the above indicators are:

- based on proper records;
- are relevant and appropriate for assisting users to assess performance of The Anzac Day Trust; and
- fairly represent the performance of The Anzac Day Trust for the year ended 31st December 2007.


CHAIRMAN
19 February 2008

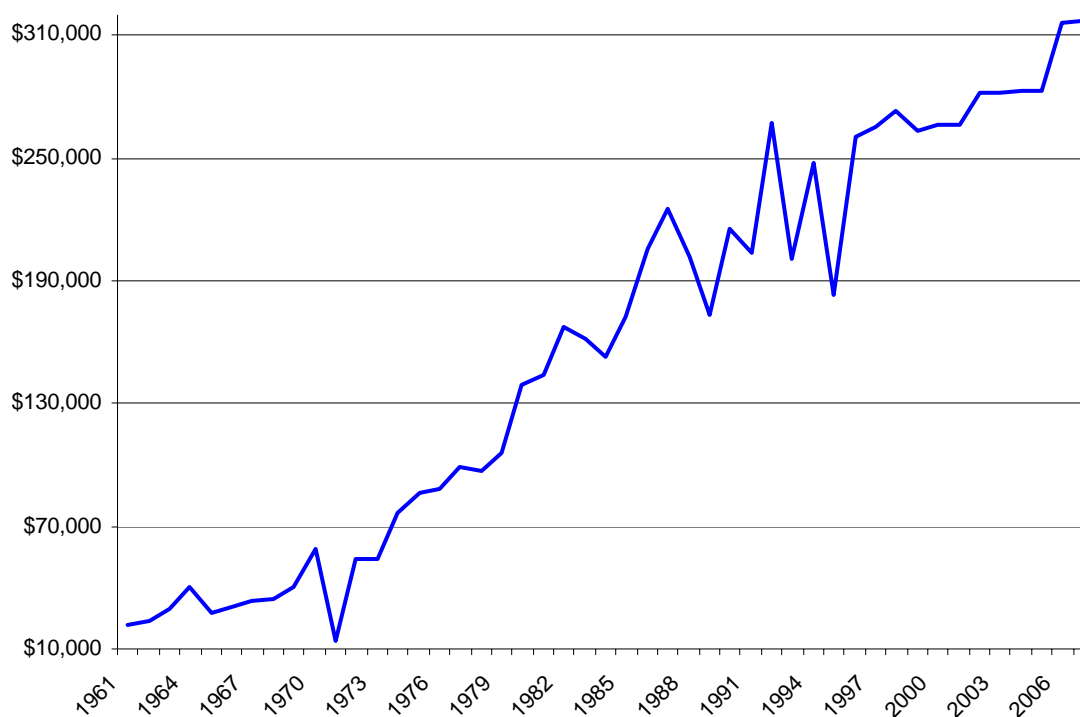

CHIEF FINANCE OFFICER

STATISTICAL INFORMATION

Since the commencement of operations of the Act in 1961, the Trust's income has been as follows:

	\$		\$		\$		\$		\$
1961	21,332	1972	53,640	1983	161,439	1994	247,998	2005	282,807
1962	23,400	1973	53,988	1984	153,174	1995	182,749	2006	316,450
1963	29,826	1974	76,484	1985	172,459	1996	260,750	2007	316,686
1964	40,496	1975	86,129	1986	205,550	1997	265,536		
1965	27,186	1976	88,404	1987	225,101	1998	272,744		
1966	30,962	1977	99,420	1988	201,921	1999	263,686		
1967	33,533	1978	97,433	1989	173,670	2000	266,288		
1968	34,353	1979	105,881	1990	215,746	2001	265,937		
1969	40,370	1980	138,628	1991	203,877	2002	281,905		
1970	58,432	1981	144,173	1992	266,885	2003	281,997		
1971	13,994	1982	167,102	1993	200,633	2004	283,117		

Anzac Day Trust Income



Total funds credited to the Trust	\$7,434,271
Funds expended from the Trust	<u>\$7,429,805</u>
Funds carried over at 31 December 2006	\$4,466*

* Includes an estimated \$4,439 accrued interest not yet paid to the Trust.