

ANZAC DAY TRUST

ANNUAL REPORT 2011

ANZAC DAY TRUST

THE HON C C PORTER, BEc, BA (Hons), LLB, MSc, 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 2011.

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 (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 11 August 2009 for a term of 3 years expiring on 7th March 2012.

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

The address of the Trust is:

c/- Department of Treasury
17th Floor,
140 William Street
Perth WA 6000

Telephone: (08) 6551 2607

CHAIRMAN'S REPORT

For the financial year ending 31 December 2011 the Trust distributed \$310,000 to ex-service organisations for the amelioration of Western Australia's ex-service personnel and their dependants. This represented a decrease of \$600 on the amount distributed in 2010.

The Trust received 14 applications for assistance. 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 2011 totalled \$499,888.

The Trustees met on 17 November 2011 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 \$310,000 was disbursed to the organisations as detailed in Note 2 to the financial statements.

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* (the Act) and, subject to the Treasurer, is administered by the Trust constituted under the provisions of the Act.

The 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 Act;
- (b) all moneys paid to the Trust pursuant to the provisions of Section 7 of the 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.



Auditor General

INDEPENDENT AUDITOR'S REPORT

To the Parliament of Western Australia

THE ANZAC DAY TRUST

Report on the Financial Statements

I have audited the accounts and financial statements of The Anzac Day Trust.

The financial statements comprise the Statement of Financial Position as at 31 December 2011, the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and Notes comprising a summary of significant accounting policies and other explanatory information.

Trustee's Responsibility for the Financial Statements

The Trustee is responsible for keeping proper accounts, and the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards and the Treasurer's Instructions, and for such internal control as the Trustee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

As required by the Auditor General Act 2006, my responsibility is to express an opinion on the financial statements based on my audit. The audit was conducted in accordance with Australian Auditing Standards. Those Standards require compliance with relevant ethical requirements relating to audit engagements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Trust's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the Trustee, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements are based on proper accounts and present fairly, in all material respects, the financial position of The Anzac Day Trust at 31 December 2011 and its financial performance and cash flows for the year then ended. They are in accordance with Australian Accounting Standards and the Treasurer's Instructions.

The Anzac Day Trust

Report on Controls

I have audited the controls exercised by The Anzac Day Trust. The Trustee is responsible for ensuring that adequate control is maintained over the receipt, expenditure and investment of money, the acquisition and disposal of public and other property, and the incurring of liabilities in accordance with the Financial Management Act 2006 and the Treasurer's Instructions, and other relevant written law.

As required by the Auditor General Act 2006, my responsibility is to express an opinion on the controls exercised by the Trustee based on my audit conducted in accordance with Australian Auditing Standards.

Opinion

In my opinion, the controls exercised by The Anzac Day Trust are sufficiently adequate to 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.

Report on the Key Performance Indicators

I have audited the key performance indicators of The Anzac Day Trust. The Trustee is responsible for the preparation and fair presentation of the key performance indicators in accordance with the Financial Management Act 2006 and the Treasurer's Instructions.

As required by the Auditor General Act 2006, my responsibility is to express an opinion on the key performance indicators based on my audit conducted in accordance with Australian Auditing Standards.

Opinion

In my opinion, the key performance indicators of The Anzac Day Trust are relevant and appropriate to assist users to assess the Trust's performance and fairly represent indicated performance for the year ended 31 December 2011.

Independence

In conducting this audit, I have complied with the independence requirements of the Auditor General Act 2006 and the Australian Auditing Standards, and other relevant ethical requirements.


COLIN MURPHY
AUDITOR GENERAL
21 February 2012

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 2011 and the financial position as at 31 December 2011.

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



Trustee



Chief Finance Officer

15 February 2012

THE ANZAC DAY TRUST

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 31 December 2011

	Note	2011 \$	2010 \$
COST OF SERVICES			
Expenses			
Grants to ex-Service Organisations	(2)	310,000	310,600
Other Expenses		4,455	3,901
Total cost of services		<u>314,455</u>	<u>314,501</u>
Income			
Revenue			
Proceeds from Sporting Events		0	0
Proceeds from Racing Events		0	1,327
Interest revenue		14,695	13,383
Total Revenue		<u>14,695</u>	<u>14,710</u>
NET COST OF SERVICES		<u>299,760</u>	<u>299,791</u>
INCOME FROM STATE GOVERNMENT			
Service appropriation		300,000	300,000
Total income from State Government		<u>300,000</u>	<u>300,000</u>
SURPLUS/(DEFICIT) FOR THE PERIOD		240	209
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		240	209

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



THE ANZAC DAY TRUST

STATEMENT OF FINANCIAL POSITION
as at 31 December 2011

	Note	2011 \$	2010 \$
ASSETS			
Current Assets			
Cash and cash equivalents	3(a)	42	24
Accrued Interest		3,368	3,146
TOTAL ASSETS		<u>3,410</u>	<u>3,170</u>
NET ASSETS		3,410	3,170
EQUITY			
Accumulated Surplus		3,410	3,170
TOTAL EQUITY		<u>3,410</u>	<u>3,170</u>

The Statement of Financial Position should be read in conjunction with the accompanying notes.



THE ANZAC DAY TRUST
STATEMENT OF CASH FLOWS
for the year ended 31 December 2011

	Note	2011 \$	2010 \$
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		(310,000)	(310,600)
Audit and Bank Fees		(4,455)	(3,901)
Receipts			
Proceeds from Sport and Race Events		0	1,327
Interest received		14,473	13,193
Net cash used in operating activities	3(b)	<u>(299,982)</u>	<u>(299,981)</u>
Net increase/(decrease) in cash and cash equivalents		18	19
Cash and cash equivalents at the beginning of period		24	5
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD	3(a)	<u>42</u>	<u>24</u>

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



THE ANZAC DAY TRUST
STATEMENT OF CHANGES IN EQUITY
for the year ended 31 December 2011

	2011 \$	2010 \$
ACCUMULATED SURPLUS		
Balance at start of period	3,170	2,961
Surplus/(deficit) for the period	240	209
Balance of equity at end of period	3,410	3,170

The Statement of Changes in Equity should be read in conjunction with the accompanying notes.



THE ANZAC DAY TRUST

Notes to the Financial Statements

NOTE 1: Australian Accounting Standard

General

The Authority's financial statements for the year ended 31 December 2011 have been prepared in accordance with the Australian Accounting Standards. The term 'Australian Accounting Standard' refers to Standards and Interpretations issued by the Australian Accounting Standards Board (AASB).

The Authority has adopted any applicable, new and revised Australian Accounting Standards from their operative dates.

Early adoption of standards

The Authority cannot early adopt an Australian Accounting Standard unless specifically permitted by TI 1101 '*Application of Australian Accounting Standards and Other Pronouncements*'. There have been no early adoption of Australian Accounting Standards that have been issued or amended (but not operative) by the Authority for the annual reporting period ended 31 December 2011.

(a) General Statement

The financial statements constitute a general purpose financial statements that have been prepared in accordance with Accounting Standards, the Framework, Statements of Accounting Concepts and other authoritative pronouncements of the AASB, 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 AASB.

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.

(b) Basis of Preparation

The financial statements have been prepared on the accrual basis of accounting using the historical cost convention.

The accounting policies adopted in the preparation of the financial statements have been consistently applied throughout all periods presented unless otherwise stated.

The financial statements are presented in Australian dollars and all values are rounded to the nearest dollar.

(c) Reporting Entity

The reporting entity comprises the Authority.



(d) Income

Revenue recognition

Revenue is recognised and measured at the fair value of consideration received or receivable. The following specific recognition criteria must also be met before revenue is recognised for the major business activities as follows:

Interest

Revenue is recognised as the interest accrues.

Service Appropriations

Service Appropriations are recognised as revenues at fair value in the period in which the Authority gains control of the appropriated funds. The Authority gains control of appropriated funds at the time those funds are deposited to the bank account or credited to the 'Amounts receivable for services' (holding account) held at Treasury

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.

Other non-reciprocal contributions that are not contributions by owners 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.

(e) Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows, cash and cash equivalent (and restricted cash and cash equivalent) assets comprise cash on hand and short-term deposits with original maturities of three months or less that are readily convertible to a known amount of cash and which are subject to insignificant risk of changes in value, and bank overdrafts.

(f) Comparative Figures

Comparative figures are, where appropriate, reclassified to be comparable with the figures presented in the current financial year.



THE ANZAC DAY TRUST

Notes to the Financial Statements (cont)

NOTE 2: Grants to Ex-Service organisations:

	2011	2010
	\$	\$
2/16th Battalion AIF Association	1,500	1,500
2/28th Battalion & 24th Anti-Tank Company Welfare Fund	2,000	2,000
2/4th Machine Gun Battalion (AIF) Ex-Members Association (Inc)	2,000	2,000
Australian Army Training Team Vietnam Association	500	500
British Ex-Services Association Inc	1,200	1,200
Ex-Prisoners of War Association of WA	0	2,500
HMAS Perth Survivors Club	0	500
Partners of Veterans Association	1,500	1,500
Perth Legacy	132,556	136,900
Returned & Services League of Australia, WA Branch	132,556	136,900
RSL (WA) Retirement & Aged Care Association	12,000	0
Royal Australian Air Force Association (WA Div) Inc	12,000	12,000
Royal Australian Regiment Association	1,500	1,500
Totally & Permanently Incapacitated Ex-Servicemen & Women WA Branch Inc	8,000	8,000
Totally & Partially Disabled Veterans of WA	1,388	0
War Widows' Guild Inc	1,300	3,600
	310,000	310,600



THE ANZAC DAY TRUST

Notes to the Financial Statements (cont)

	2011	2010
	\$	\$
NOTE 3: 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	42	24
(b) Reconciliation of Net Cost of Services to Net Cash Flows used in Operating Activities		
Net cost of services	(299,760)	(299,791)
Non cash items: Resources received free of charge	0	0
(Increase)/decrease in assets:		
- accrued interest	<u>(222)</u>	<u>(190)</u>
Net cash used in operating activities	<u>(299,982)</u>	<u>(299,981)</u>

NOTE 4: 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 2011 of \$310,600 compares with an actual result of \$310,000.

NOTE 5: Remuneration of auditor:

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

Auditing the accounts, financial statements and performance indicators	4,565	4,455
--	-------	-------



THE ANZAC DAY TRUST

PERFORMANCE INDICATORS for the year ended 31 December 2011

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 :

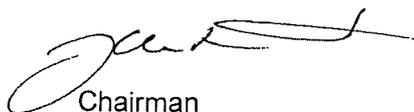
2011	2010	2009	2008	2007
99.99%	99.99%	100.00%	100.00%	99.99%

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 hereby certify that the above indicators are based on proper records, are relevant and appropriate for assisting users to assess The Anzac Day Trust's performance; and fairly represent the performance of The Anzac Day Trust for the financial year ended 31st December 2011.



Chairman
15 February 2012



Chief Finance Officer

