

# **ANZAC Day Trust**

**Annual Report 2015**

## ANZAC DAY TRUST

THE HON JOE FRANCIS MLA  
MINISTER FOR EMERGENCY SERVICES; FISHERIES; CORRECTIVE  
SERVICES; VETERANS

In accordance with section 63 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 ended 31 December 2015.

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



T CARTER  
Chairman

## MEMBERSHIP

<b>Trustee</b>	<b>Representing</b>
Mr J Netolicky	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 Trustees term expired on 26 November 2015.

On 18 July 2016 four new Trustees were appointment for a three year term.

### **Trustee**

Mr Tony Carter	Chairman
Mr Timothy Britten CV	Member
Mr Stephen Fewster	Member
Mr David Tonkin	Member

Ms Sally Whatmough is Hon. Secretary, and Mr Gary Meyers is the Chief Finance Officer to the Trust. They are officers of the Department of the Premier and Cabinet.

The address of the Trust is:

c/- Department of the Premier and Cabinet  
Dumas House  
5<sup>th</sup> Floor,  
2 Havelock Street  
Perth WA 6005

Telephone: (08) 6552 5299

## CHAIRMAN'S REPORT

For the financial year ending 31 December 2015 the Trust distributed \$359,494 to ex-service organisations for the amelioration of Western Australia's ex-service personnel and their dependants. This represented an increase of \$24,594 on the amount distributed in 2014.

The Trust received twenty four applications for assistance. The Returned and Services League and Perth Legacy, Western Australia's two largest ex-service organisations, continue to receive requests for assistance that far exceed their available resources. Applications for financial assistance in 2015 totalled \$690,275.

The administrative responsibility for the *ANZAC Day Act 1960* transferred to the Minister for Veterans effective 30 September 2015.

The Trustees met on 13 November 2015 to formally consider the applications for financial assistance and to make recommendations to the Minister.

In accordance with sub-section 10(3) of the *ANZAC Day Act 1960*, the sum of \$359,494 was disbursed to the organisations as detailed in Note 2 to the financial statements.

Amendments to the *ANZAC Day Act 1960* in March 2016 require Trustees to be independent of associations that may benefit from the appropriation of funds, and for Trustees to be appointed by the Minister for Veterans.

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



T CARTER  
Chairman



## 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 2015, 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.

#### Qualified Opinion

In my opinion, except for the possible effects of the matter described in the Basis for Qualified Audit Opinion paragraph, 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 2015 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.

#### *Basis for Qualified Audit Opinion*

A financial return submitted to The Anzac Day Trust by a body holding a major sporting event on 25 April 2015, did not contain sufficient details to support the body's payment to the Trust. I was therefore unable to confirm that the amount of \$15,000 paid to the Trust met the requirements of section 7 of the *Anzac Day Act 1960*.

Another sporting body also holding a major sporting event on 25 April 2015 failed to submit a financial return to The Anzac Day Trust as per the requirements of section 7 of the *Anzac Day Act 1960*. No payment was received from this sporting body.

Consequently I am unable to determine whether revenue of \$26,573 reported in the Statement of Comprehensive Income is complete.

#### *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 for the Audit of the Financial Statements*

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 qualified audit opinion.

#### **Report on Controls**

I have audited the controls exercised by The Anzac Day Trust during the year ended 31 December 2015.

Controls exercised by The Anzac Day Trust are those policies and procedures established by the Trustee to ensure 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.

#### **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 during the year ended 31 December 2015.

#### **Matter of Significance**

The Trust did not have appointed Trustees for the period 27 November 2015 to 17 July 2016. The 3 year tenure of the Trustees ceased on 26 November 2015 in accordance with section 14 of the *Anzac Day Act 1960*. As a result, the governance requirements of the Act were not met during this period. My opinion is not modified in respect of this matter.

#### *Trustee's Responsibility for Controls*

The Trustee is responsible for maintaining an adequate system of internal control to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of public and other property, and the incurring of liabilities are in accordance with the Financial Management Act 2006 and the Treasurer's Instructions, and other relevant written law.

#### *Auditor's Responsibility for the Audit of Controls*

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

An audit involves performing procedures to obtain audit evidence about the adequacy of controls to ensure that the Trust complies with the legislative provisions. The procedures selected depend on the auditor's judgement and include an evaluation of the design and implementation of relevant controls.

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

## **Report on the Key Performance Indicators**

I have audited the key performance indicators of The Anzac Day Trust for the year ended 31 December 2015.

The key performance indicators are the key effectiveness indicators and the key efficiency indicators that provide information on outcome achievement and service provision.

### ***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 2015.

### ***Trustee's Responsibility for the Key Performance Indicators***

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 and for such controls as the Trustee determines necessary to ensure that the key performance indicators fairly represent indicated performance.

### ***Auditor's Responsibility for the Audit of Key Performance Indicators***

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 and Assurance Standards.

An audit involves performing procedures to obtain audit evidence about the key performance indicators. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the key performance indicators. In making these risk assessments the auditor considers internal control relevant to the Trustee's preparation and fair presentation of the key performance indicators in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the relevance and appropriateness of the key performance indicators for measuring the extent of outcome achievement and service provision.

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

### **Independence**

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

  
COLIN MURPHEY  
AUDITOR GENERAL  
FOR WESTERN AUSTRALIA  
Perth, Western Australia  
5 August 2016

## **ANZAC DAY TRUST FUND**

The ANZAC Day Trust Fund (the 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 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.

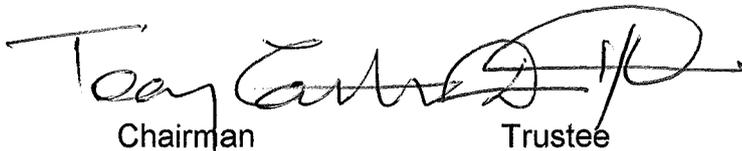
State Government assistance to the ANZAC Day Trust Fund has been in the form of an annual grant since 1996 and this arrangement replaced the previous methods of funding.

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.

## 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 ended 31 December 2015 and the financial position as at 31 December 2015.

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

22 July 2016



Chief Finance Officer

THE ANZAC DAY TRUST

**STATEMENT OF COMPREHENSIVE INCOME**  
for the year ended 31 December 2015

	Note	2015 \$	2014 \$
<b>COST OF SERVICES</b>			
<b>Expenses</b>			
Grants to ex-Service Organisations	(2)	359,494	334,900
Other Expenses		5,280	5,170
<b>Total cost of services</b>		<u>364,774</u>	<u>340,070</u>
<b>Income</b>			
<b>Revenue</b>			
Proceeds from Sporting Events		26,573	32,321
Interest revenue		6,458	7,787
<b>Total Revenue</b>		<u>33,031</u>	<u>40,108</u>
<b>NET COST OF SERVICES</b>		<u>331,743</u>	<u>299,962</u>
<b>INCOME FROM STATE GOVERNMENT</b>			
Service appropriation		300,000	300,000
Department of Premier and Cabinet		35,000	0
<b>Total income from State Government</b>		<u>335,000</u>	<u>300,000</u>
<b>SURPLUS/(DEFICIT) FOR THE PERIOD</b>		<b>3,257</b>	<b>38</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>3,257</b>	<b>38</b>

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 2015

	Note	2015 \$	2014 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	3(a)	69	74
Accrued Interest		1,682	1,920
Receivables		3,500	0
<b>TOTAL ASSETS</b>		<u>5,251</u>	<u>1,994</u>
<b>NET ASSETS</b>		5,251	1,994
<b>EQUITY</b>			
Accumulated Surplus		5,251	1,994
<b>TOTAL EQUITY</b>		<u>5,251</u>	<u>1,994</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 2015

	Note	2015 \$	2014 \$
<b>CASH FLOWS FROM STATE GOVERNMENT</b>			
Service appropriation		300,000	300,000
Department of Premier and Cabinet		35,000	0
<b>Net cash provided by State Government</b>		<u>335,000</u>	<u>300,000</u>
<b>Utilised as follows:</b>			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Payments</b>			
Grants to ex-Service Organisations		(359,494)	(334,900)
Audit and Bank Fees		(5,280)	(5,170)
Other		(3,500)	0
<b>Receipts</b>			
Proceeds from Sport and Race Events		26,573	32,321
Interest received		6,696	7,783
<b>Net cash used in operating activities</b>	3(b)	<u>(335,005)</u>	<u>(299,966)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(5)</b>	<b>34</b>
Cash and cash equivalents at the beginning of period		74	40
<b>CASH AND CASH EQUIVALENTS AT THE END OF PERIOD</b>	3(a)	<u>69</u>	<u>74</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 2015

	<b>2015</b>	<b>2014</b>
	\$	\$
<b>ACCUMULATED SURPLUS</b>		
Balance at start of period	1,994	1,956
Surplus/(deficit) for the period	3,257	38
<b>Balance of equity at end of period</b>	<u>5,251</u>	<u>1,994</u>

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 2015 have been prepared in accordance with Australian Accounting Standards. The term 'Australian Accounting Standard' includes 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 has 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 2015.

##### **(a) General Statement**

The Authority is a not-for-profit reporting entity that prepares general purpose financial statements in accordance with Australian 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 2006* and the Treasurer's Instructions impose legislative provisions that govern the preparation of financial statements and take precedence over Australian Accounting Standards, the Framework, Statements of Accounting Concepts and other authoritative pronouncements of the AASB.

Where modification is required and has had 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. 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:**

	<b>2015</b>	<b>2014</b>
	\$	\$
2/16th Battalion AIF Association	4,500	3,000
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
Allied Merchant Seamen	2,000	0
Australian Army Training Team Vietnam Association	800	0
British Ex-Services Association Inc	1,500	1,200
Defence Force Welfare Association	9,000	0
Ex-Prisoners of War Association of WA	2,500	2,000
Extremely Disabled War Veterans and Partners	300	0
Far East Strategic Reserve Navy	2,400	0
HMAS Perth Survivors Club	0	1,000
HMAS Perth Canberra	1,600	0
Navy Club	3,327	0
Partners of Veterans Association WA Inc	14,295	3,000
Perth Legacy	129,000	147,113
Returned & Services League of Australia, WA Branch	129,000	147,113
RSL (WA) Retirement & Aged Care Association	0	11,000
Royal Australian Air Force Association (WA Div) Inc	10,000	0
Royal Australian Artillery Association	1,000	1,000
Royal Australian Regiment Association	0	1,500
Soldier On	20,000	0
Totally & Permanently Incapacitated Ex-Servicemen & Women WA Branch Inc	5,600	8,000
Vietnam Logistic Support	2,000	0
Vietnam Veterans Association of Australia WA Branch	4,685	0
WA Partners of Veterans Association of Australia Inc	6,987	0
War Widows' Guild Inc	5,000	4,974
	<b>359,494</b>	<b>334,900</b>

## THE ANZAC DAY TRUST

### Notes to the Financial Statements (cont)

	2015	2014
	\$	\$
<b>NOTE 3: Notes to the Cash Flow Statement:</b>		
(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	69	74
(b) Reconciliation of Net Cost of Services to Net Cash Flows used in Operating Activities		
Net cost of services	(331,743)	(299,962)
Non cash items: Resources received free of charge	0	0
(Increase)/decrease in assets:		
- accrued interest	238	(4)
- receivables	<u>(3,500)</u>	<u>0</u>
Net cash used in operating activities	<u>(335,005)</u>	<u>(299,966)</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.

### 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 (excl GST)	4,900	4,800
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THE ANZAC DAY TRUST  
**PERFORMANCE INDICATORS**  
for the year ended 31 December 2015

**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 2015.

  
Chairman  
22 July 2016

  
Chief Finance Officer

## Performance Indicators (cont)

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 1960*.

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 :

2015	2014	2013	2012	2011
99.00%	99.99%	99.99%	99.99%	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.